



Financial Report Second Quarter 2022

Second Quarter 2022 (April – June 2022)

- Revenue in second quarter amounts to MSEK 0.07 (0.7)
- Exploration and evaluation costs for second quarter amounts to MSEK -1.1 (-1.7)
- After-tax result for the second quarter amounts to MSEK -2.9 (-6.4)
- Result per share for second quarter amounts to SEK -0.05 (-0.14)

First Six Months 2022 (January – June 2022)

- Revenue for first six months amounts to MSEK 0.1 (0.7)
- Exploration and evaluation costs for first six months amounts to MSEK -3.1 (-3.2)
- After-tax result for first six months amounts to MSEK -7.5 (-9.5)
- Result per share for first six months amounts to SEK -0.14 (-0.02)

Significant events in the reporting period

- Directed share issue of SEK 5 million executed to set off a loan of SEK 5 million
- Bluelake Mineral announces positive PEA for Joma and Stekenjokk-Levi copper and zinc project including post-tax NPV of between USD 90 to 200 million
- Permission granted for mining operations within the Natura 2000 area Vardo, Laster and Fjällfjällen in Vilhelmina municipality
- Letter of intent regarding sale of the subsidiary Palmex Mining Oy and subsequent investments in Mahvie Minerals AB
- Bluelake Mineral held an Annual General Meeting on the 12th of May 2022

Significant events after the reporting period

- Permit for mining operations within the Natura 2000 area Vardo-Laster- and Fjällfjällen have been appealed
- Completed sale of subsidiary Palmex Mining Oy and subsequent investments in Mashie Minerals AB
- The company has obtained a loan of SEK 8 million
- FOne year extension of exploration permits obtained for Kattisavan no. 4 (gold), Orrbäcken no. 4 (nickel) and Incurvate no. 2 (copper and zinc)
- Application process regarding zoning plan for the Joma mine in Norway in progress
- Financing process for the Rönnbäcken project in progress

Operations

Bluelake Mineral in short

Bluelake Mineral AB (pull) (the "Company" or "Bluelake Mineral") is a Swedish company active in exploration and development of minerals and raw materials in the Nordic countries and Russia.

Copper and zinc in Sweden and Norway: The Company owns about 99% of the subsidiary Vilhelmina Mineral AB ("Vilhelmina Mineral"), which is an exploration and mining development company focusing on the development of copper and zinc deposits in the Nordic region. In Sweden, the Company holds the Stekenjokk-Levi project in Västerbotten, where a total of approximately 7 million tonnes of ore was mined between 1976 and 1988 with an average content of 1.5% Cu and 3.5% Zn. According to a recent mineral resource calculation by SRK Consulting, Stekenjokk-Levi contains assumed mineral resources of approximately 6.7 million tonnes with 0.9% Cu, 2.7% Zn, 0.6% Pb, 55 Ag g / t and 0, 2 g / h Au for Stekenjokk and assumed mineral resources of 5.1 million tonnes with 1% Cu, 1.5% Zn, 0.1% Pb, 22 Ag g / h and 0.2 g / h Au for Levi (at cut-off of 60 USD / ton). In Norway, the Company, via the subsidiary Joma Gruver AS ("Joma Gruver") is the holder of the Jomafältet project located in Trøndelag, where approximately 11.5 million tonnes of ore were mined between 1972 and 1998 with an average content of 1.5% Cu and 1.5 % Zn. The Joma field (excluding Gjersvik) contains, according to a recent mineral estimate by SRK Consulting, indicated mineral resources of 6 million tonnes with concentrations amounting to 1.00% Cu and 1.66% Zn and assumed mineral resources of 1.2 million tonnes with concentrations of 1, 2% Cu and 0.7% Zn (at a cut-off of USD 50 / tonne). Vilhelmina Mineral has applied for a processing concession for Stekenjokk-Levi. Via Joma Gruver, a "right of extraction" (the first step in the Norwegian equivalent of a processing concession) or exploration permit has been held since 2017. In addition to the main projects, there are a number of smaller satellite projects in the form of Swedish Jormlien and Ankarvattnet as well as Norwegian Gjersvik. The business is organized in the Swedish subsidiary Vilhelmina Mineral and in the wholly owned Norwegian subsidiary Joma Gruver.

Nickel in Sweden: The subsidiary Nickel Mountain AB ("Nickel Mountain") holds the nickel project Rönnbäcken, which according to a preliminary economic assessment from 2011 and an amendment in 2012 by the consulting company SRK comprises a mineral resource of 668 million tons with a content of 0.176% nickel ("measured and indicated"). In these studies, SRK envisions a production of 26,000 tons of high-grade nickel concentrate per year for 20 years, which would be a significant proportion of Sweden's total annual use of nickel and constitute a strategic value. Nickel Mountain also holds the Orrbäcken project, which consists of an exploration license that is considered to have potential as a nickel deposit.

Gold in Sweden and Finland: via the Finnish subsidiary Palmex Mining OY, the Company holds the gold project Haveri which is located in the Tampere gold belt in southwestern Finland. Gold mining was carried out in Haveri between 1942 to 1962 when 1.5 million tons were mined with grades of 3.5 g / t gold and 0.5% copper. Extensive exploration has been carried out since the mine closed, including 126 diamond boreholes and 30,000 meters of drilling. Palmex Mining Oy was previously owned by Palmex Mining AB ("Palmex Mineral"). In 2014, Palmex Mineral conducted a Preliminary Economic Assessment (PEA) via the consulting company SRK Consulting. This report estimates 1.56 million

ounces of historically inferred mineral resource in gold equivalents with a grade of 0.93 g / t gold. The company also owns the Kattisavan gold project in Sweden. Kattisavan is located within the so-called gold line, close to projects such as Svartliden and Fäboliden and Barsele.

Development of operations during reporting period

Directed share issue of SEK 5 million completed and repayment of loan of SEK 5 million

After the end of the reporting period, the Company has, with the authorization of the Annual General Meeting of 26 May 2021, carried out a directed share issue to a group of private investors (the "Investors") of a maximum of 1 396 647 shares at a subscription price of SEK 3.58 per share, i.e. at a total value of approximately SEK 5 million (the "New Issue"). The new issue may increase the share capital by a maximum of SEK 139,664.70 through the issue of a maximum of 1,396,647 shares. Subscription for shares will be made on a separate subscription list no later than 14 April 2022, at which time payment will also be made. Payment for subscribed shares shall be made in cash. The new issue has been fully subscribed.

As previously announced, in February 2022, the Company entered into an agreement (the "Agreement") with a group of private investors whereby the Company took out a loan for a total of SEK 5 million (the "Loan") in order to finance the continued project development of the Company and its subsidiaries and to strengthen the Company's liquidity. The Loan was provided by the Investors. The Rights Issue is being carried out at the request of the Investors in accordance with the terms of the Agreement. The proceeds of the Rights Issue will be used in full to repay the entire Loan of SEK 5 million.

The Board of Directors considers the subscription price of SEK 3.58 per share to be in line with market conditions as it corresponds to the Company's volume weighted average price (VWAP) on NGM Nordic SME for five consecutive trading days (22-28 March 2022) during the last 15 trading days after deduction of a 10 per cent discount. The reason for the deviation from the shareholders' preferential rights is to fulfil the Company's obligations under the Agreement. Furthermore, the purpose of the Rights Issue is to secure the continued financing of the Company as the proceeds of the Rights Issue will be used to repay the entire Loan of SEK 5 million. In view of the above, the Board of Directors considers that the Rights Issue to the Investors is beneficial to the Company and its shareholders.

Feasibility study for Joma and Stekenjokk-Levi copper and zinc projects completed with a positive net present value of between USD 90 – 200 millionD

Subsequent to the reporting period, the results of a Preliminary Economic Assessment ("PEA") conducted by SRK Consulting ("SRK") for the 100% owned Joma and Stekenjokk-Levi copper and zinc project ("Joma and Stekenjokk-Levi" or the "Project") in Trøndelag and Västerbotten, Norway, have been published. The PEA contains an updated mineral resource statement and economic assessment for a planned mining operation of approximately 750,000 tonnes per annum for a period of 17 years with production of three separate concentrates (copper, zinc and lead) and doré (gold and silver).

The mine life of 17 years is based on a total production rate of 750,000 tonnes for the first 11 years, tapering down to 500,000 tonnes by the end of the mine life based on the current estimate of mineral resources. Over the life of the mine project, production is estimated at 446,000 tonnes of copper concentrate, 321,000 tonnes of zinc concentrate, 43,000 tonnes of lead concentrate, silver (in doré) 3,445,000 oz and

gold (in doré) 21,000 oz. The Mineral Resource estimate for the Joma deposit (effective date 9 December 2021) includes 6.0 million tonnes of Indicated Mineral Resources at 1.0% copper and 1.66% zinc and 1.2 million tonnes of Inferred Mineral Resources at 1.2% copper and 0.7% zinc. The mineral resource estimate for the Stekenjokk-Levi deposit (effective 23 November 2021) includes 11.0 million tonnes of inferred mineral resources of 0.9% copper, 2.2% zinc, 0.4% lead, 0.2 g/t gold and 40.7 g/t silver. Two different metal price scenarios have been applied in the PEA:

- LTC scenario: takes into account the median price for the Long Term Consensus ("LTC") market forecast in Q2 2022 of USD 7,700/tonne copper, USD 2,250/tonne zinc, USD 1,950/tonne lead, USD 1,400/oz gold and USD 18.25/oz silver.
- Strategic scenario: considers spot metal prices in the second quarter of 2022 discounted by 12% based on Bluelake Minerals' management's view that prices will remain at these levels for an extended period including USD 8,620/tonne copper, USD 3,692/tonne zinc, USD 2,002/tonne lead, USD 1,659/oz gold and USD 20/oz silver.

In the LTC scenario, the present value of the project at an 8% discount rate is estimated at approximately USD 90 million. In the Strategic scenario, the present value of the project at 8% discount rate is estimated at approximately USD 200 million.

The company has held its Annual General Meeting on 12th of May 2022

After the end of the reporting period, the Company held its Annual General Meeting in Stockholm on 12 May 2022, at which the following main resolutions were adopted. The profit and loss account and balance sheet were adopted in accordance with the presented annual report. It was resolved to appropriate the profit funds so that SEK 49,722,695 would be transferred to the new account. The Board of Directors and the CEO were discharged from liability for the financial year 2021. My Simonsson, Patric Perenius, Peter Hjorth, Jonas Dahllöf and Neil Said were re-elected as ordinary members of the Board of Directors. At the subsequent inaugural Board meeting, Neil Said was re-elected as Chairman of the Board. Fees to the Board of Directors for the period until the next Annual General Meeting will be SEK 120,000 to each member of the Board of Directors and SEK 140,000 to the Chairman of the Board. Öhrlings PricewaterhouseCoopers AB was re-elected as the Company's auditor, with Henrik Boman being appointed auditor in charge. The auditor shall be remunerated against approved invoices. The AGM decided to authorize the Board of Directors, without derogation from the shareholders' preferential rights, until the time of the next AGM, on one or more occasions, to decide on new issues of shares, warrants and/or convertible bonds. The Company's share capital and the number of shares may, by virtue of the authorization, be increased in aggregate by an amount or number that is within the limits of the current Articles of Association. The Meeting further resolved to authorize the Board of Directors, to resolve on one or more occasions, until the next Annual General Meeting, to issue new shares, warrants and/or convertibles up to a maximum of 9 300 000 shares, warrants and/or convertibles, in derogation of the shareholders' pre-emptive rights. All resolutions were adopted unanimously. The Annual Report for 2021 is available on the Company's website www.bluelakemineral.com.

Permit granted for mining operations within the Natura 2000 area Vardo, Laster and Fjällfjällen in Vilhelmina municipality

In the reporting period, the Company, via its subsidiary Vilhelmina Mineral AB, was granted a Natura 2000 permit for mining operations on 2 June 2022. The County Administrative Board in Västerbotten decides to grant Vilhelmina Mineral AB a license according to chapter 7. Section 28a of the environmental code for mining activities in connection with and within the Natura 2000 area Vardo, Laster and Fjällfjällen (SE0810394) in Vilhelmina municipality. The County Administrative Board assesses that the environmental impact statement meets the requirements in chapter 6. the environmental code. This permit is valid for 30 (thirty) years from the date of decision. The County Administrative Board has made the decision with the support of chapter 16. Section 9 of the Environmental Code that the infringement in the area and in public interests must be compensated. The following conditions apply to the permit:

- Unless otherwise stated in the conditions below, the operations shall be conducted in general accordance with what the applicant has included in the application documents, or otherwise stated or undertaken in the matter.
- The Company is responsible for any subcontractors being aware of this decision and the obligations and limitations that follow from the decision.
- Mining activities may only be conducted in the area during the period November–May.
- Transport of materials that arise in connection with the operations may only take place with covered trailers. If necessary, additional protective measures such as water spraying must be applied to counteract dusting.
- The operations must not cause emissions to air or water that adversely affect the habitat types or species designated in the Natura 2000 area. The required purification of air and water must be ensured in the operations. Emission levels must be checked regularly.
- The operations must not cause wetland environments to dry out, overgrow or decrease in area. The frequency of freezing of bottom layers or drying of rivers Stikkenjukke and Saxån must not increase as a consequence of the operations. To ensure that this does not happen, groundwater levels in rock and soil must be monitored by installing groundwater pipes. The groundwater pipes must be installed at least 1 (one) year before the start of the operation. The method of monitoring shall be finally determined in connection with the environmental assessment.
- Measures shall be taken to minimize the risk of arctic foxes, lynx, wolverines and birds of prey being attracted to and killed at the part of road 1067 (Vildmarksvägen) which will be kept open during the period of operation.
- During snow removal from the road, the snow banks on the sides must be sloped-off to enable animals to get up from the road more easily.
- A proposal for a control program for the impact of the operations on the Natura 2000 site shall be submitted to the regulatory authority no later than three months before the start of the operations. The control program shall specify measurement methods, measurement frequencies and evaluation methods. Possible effects from the operations on designated wetland environments and arctic foxes must be highlighted in particular.
- Compensation proposals for infringement in the area shall be prepared in consultation with and approved by the regulatory authority. The compensation measures must be carried out no later than one year after the mining operations have commenced.

Letter of intent signed regarding the sale of the subsidiary Palmex Mining Oy and subsequent investments in Mahvie Minerals AB

During the reporting period, the Company entered into a non-binding letter of intent with Mahvie Minerals AB ("Mahvie Minerals") and the majority shareholders in Mahvie Minerals regarding the sale of all shares in the Company's subsidiary Palmex Mining Oy to Mahvie Minerals ("the Sale"). In the Sale, Bluelake Mineral will receive a purchase price of SEK 14,800,000 in the form of a debenture, which is to be used to subscribe for newly issued shares in Mahvie Minerals by way of set-off (the "Set-off Issue"). Furthermore, Bluelake Mineral shall invest an additional SEK 4,000,000 in cash in Mahvie Minerals in a directed new issue of shares (the "Cash Issue", and together with the Sale and Receipt Issue, the "Transactions"). After the completion of the Transactions, Bluelake Mineral will own 50.1% of the shares in Mahvie Minerals and the intention is to distribute the shares in Mahvie Minerals to the shareholders of Bluelake Mineral through a so-called Lex Asea distribution, in connection with which the shares in Mahvie Minerals also intended to be listed on a multilateral trading platform (the "Listing").

Mahvie Minerals is a Nordic exploration and mining development company focusing on base metals, precious metals and battery metals. Mahvie Minerals is, among other things, active in Mo i Rana in Norway, which is a well-known industrial and mining area that includes both smelters and iron ore mining. Mahvie Minerals holds about 40 exploration permits in Mo i Rana where there is a previously operated, but currently closed mine with remaining mineralization containing zinc, copper and other metals and a current potential estimated by Mahvie Minerals of over 5 Mtons with a grade of 3.8% zinc equivalents. Mahvie Minerals plans to expand potential and mineral resources through exploration and begin development of mining operations. Mahvie Minerals' CEO Per Storm has extensive experience from the mining industry and has previously been CEO of Copperstone Resources.

Via this Sale, Bluelake Mineral will transfer all outstanding shares in Palmex Mining Oy (including the Haveri-gold project) to Mahvie Minerals. The Transactions imply a valuation of all outstanding shares in Palmex Mining Oy of SEK 14,800,000, and a pre-money valuation of all outstanding shares in Mahvie of SEK 12,210,000. The completion of the Transactions is conditional upon, among other things, that Mahvie Minerals shall raise financing of at least SEK 4,000,000 from other investors (the "External Cash Issue"), that Bluelake Mineral receives a loan from investors of SEK 8,000,000 of which half this amount can be used to finance the Transactions, and the completion of a satisfactory due diligence review of Mahvie Mineral. Through the Cash Issue and External Cash Issue, Mahvie Minerals will receive cash of in aggregate SEK 8,000,000.

Events after the end of the reporting period

Permit for mining operations within the Natura 2000 area Vardo-Laster- and Fjällfjällen in Vilhelmina municipality has been appealed

After the end of the reporting period, the Company's permission to conduct mining operations in and near the Natura 2000 area has been appealed. The company was previously granted a Natura 2000 permit for mining operations via the subsidiary Vilhelmina Mineral AB on 2 June 2022. The County Administrative Board in Västerbotten decided to grant Vilhelmina Mineral AB permission according to chapter 7. Section 28a of the environmental code for mining activities in connection with and within the Natura 2000 area Vardo, Laster and Fjällfjällen (SE0810394) in Vilhelmina municipality. The decision could be appealed for five weeks until July 7. The permission has been appealed within the set time by Vilhelmina Södra Sami village. The County Administrative Board in Västerbotten has sent the case to the Land and Environmental Court in Umeå for them to decide whether to grant permission for the appeal.

Completed sale of the subsidiary Palmex Mining Oy, subsequent investments in Mahvie Minerals AB and taking out a loan of SEK 8 million

After the end of the reporting period, the Company entered into a binding agreement with Mahvie Minerals AB ("Mahvie Minerals") concerning the sale of all shares in the Company's subsidiary Palmex Mining Oy ("the Sale"). The company has also agreed to take out a loan of SEK 8 million (the "Loan") from private investors. The purpose of the Loan is partly to finance Mahvie Minerals, as part of the Company's subscription of shares in Mahvie Minerals, and partly to strengthen the Company's liquidity.

The Transactions

Bluelake Mineral will in the Sale receive a consideration of SEK 14,800,000 in the form of a promissory note, which shall be used to subscribe for new shares in Mahvie Minerals by way of set-off (the "Set-off Issue"). Furthermore, Bluelake Mineral shall invest additional SEK 4,004,000 in cash in Mahvie Minerals in a directed issue of shares (the "Cash Issue", and together with the Sale and the Set-off Issue, the "Transactions"). Through the Sale, Bluelake Mineral will transfer all outstanding shares in Palmex Mining Oy (including the Haveri-gold project) to Mahvie Minerals. The Transactions imply a valuation of all outstanding shares in Palmex Mining Oy of SEK 14,800,000, and a pre-money valuation of all outstanding shares in Mahvie of SEK 12,210,000.

The Loan

The duration of the Loan is up until April 30, 2023. The Loan has a 5% arrangement fee and a monthly interest rate of 1.4%, whereby accrued interest at the end of the month shall not be capitalized and thus not become interest-bearing in itself. The lenders have the right to, during the term of the Loan, however at the earliest the day after the record date for the Dividend (as defined below) or after December 1, 2022 (whichever comes first), subject to the Board's decision on a new issue of shares with the support of authorization from the general meeting or conditional upon the general meeting's subsequent approval of such a new share issue, demand that all or parts of the Loan be set off against newly issued shares in the Company at an amount of at least SEK 1,000,000 per issue. The subscription price for such shares shall correspond to 90% of the lowest volume-weighted average price (VWAP) for the Company's share according to NGM Nordic SME's official price list for a continuous period of five (5) trading days during the last fifteen (15) trading days immediately prior to the decision to issue new shares.

Financing of Mahvie Minerals

Mahvie Minerals has confirmed that commitments regarding a capital raise of SEK 4,004,000 to Mahvie Minerals has been obtained from external investors (the "Mahvie External Capital Raise"), implying that Mahvie Minerals will receive cash of in aggregate SEK 8,008,000 through the Mahvie External Capital Raise and the Cash Issue. Further, one of the shareholders in Mahvie Minerals, EMX Scandinavia AB, which is a wholly owned subsidiary of the Canadian listed company EMX Royalty Corp., intends to subscribe for shares in Mahvie Minerals through set off of a promissory note, at the same subscription price as in the Mahvie External Capital Raise, equal to an aggregate value of SEK 2,508,000.

Following completion of the Transactions, the Mahvie External Capital Raise and the set off issue to EMX Scandinavia AB, Bluelake Mineral will own 50.1% of the shares in Mahvie Minerals, and the intention is to distribute the shares in Mahvie Minerals to the shareholders in Bluelake Mineral through a so-called Lex Asea dividend (the "Dividend"), in connection with which the shares in Mahvie Minerals are also intended to be listed on a multilateral trading facility.

The Company's CEO, Peter Hjorth, owns indirectly 30% of the shares in Mahvie Minerals prior to completion of the Transactions and 10% following completion of the Transactions and the Mahvie External Capital Raise. The Transactions do not constitute related party transactions in accordance with the Swedish Companies Act or in accordance with good practice on the Swedish stock market (AMN 2019:25).

The Dividend

The Dividend is expected to be carried out in the fourth quarter of 2022. Prior to execution of the Dividend, a share split in Mahvie Minerals will be carried out in order to enable the distribution of one share in Mahvie Minerals per share held in Bluelake Mineral (1:1). Following completion of the Dividend, a reverse share split will be carried out in Mahvie Minerals in order to achieve a more appropriate total number of shares in Mahvie Minerals in connection with the listing.

The Company's assessment is that the Dividend will be subject to the Lex Asea tax regime, implying that the dividend shall not be directly taxed in Sweden. Instead, the original acquisition cost for shares held in Bluelake Mineral shall be split between the shares held in Bluelake Mineral and the shares received in Mahvie Minerals. Following completion of the Dividend, the Company will request guidance from the Swedish Tax Agency regarding the split of acquisition cost between shares in Bluelake Mineral and Mahvie Minerals.

A notice to convene an extraordinary general meeting in Bluelake to resolve upon the Dividend will be published separately following completion of the Transactions.

Extension with one year obtained for exploration permits Kattisavan no. 4 (gold), Orrbäcken no. 4 (nickel) and Ankarvattnet no. 2 (copper and zinc)

After the end of the reporting period, the company has been notified via its Swedish subsidiary Nickel Mountain AB ("Nickel Mountain") from Swedish Mining Inspectorate that the following exploration permit is extended by one year: Kattisavan no. 4 (gold) and Orrbäcken no. 4 (nickel). Swedish Mining

Inspectorate has decided that the following exploration permits held by the Company, Kattisavan no. 4 in Lycksele municipality and Orrbäcken no. 4 in Skellefteå municipality, both in Västerbotten County, are both automatically extended by one year due to a change in the law, depending on the effects of Covid-19, which extends the validity of all exploration permits that were in effect on June 9, 2022. Swedish Mining Inspectorate has announced that the exploration permits are being extended as follows:

- Kattisavan no. 4 now valid until July 14, 2024
- Orrbäcken no. 4 now valid until June 23, 2024

After the end of the reporting period, the company also announced that, via its Swedish subsidiary Vilhelmina Mineral AB ("Vilhelmina Mineral"), the Swedish Mining Inspectorate has notified that the following exploration permit has been extended by one year: Ankarvattnet no. 2 (copper and zinc) in the municipality of Strömsund in the county of Jämtland, automatically extended by one year due to a change in the law, depending on the effects of Covid-19, which extends the validity of all exploration permits that were in force on June 9, 2022. The Swedish Mining Inspectorate has announced that the exploration permits are extended as follows:

- Ankarvattnet no. 2 now valid until August 5, 2023

Status regarding the application for a zoning plan for the Joma mine

After the end of the reporting period, the application process for the Joma mine zoning plan has continued. During the spring, the zoning plan underwent a public hearing process in which some 10 responses from authorities, landowners, private individuals and other organizations were received. Most of these referral responses have been handled via supplementary written responses to previously submitted impact assessments. Some of the submitted responses have, however, required a more thorough process with meetings and dialogue. These formal objections (Norwegian *innsigelser*) include responses the State Administrator at the County Administrative Board of Trøndelag and from the Norwegian Sámi Parliament. In both of these cases, the objections concern the possible impact of the mining operations on the local reindeer herding district (Tjåhkere sijte) and the question of how the Company intends to handle this to minimize any potential negative impact. The state administrator at the County Board points out that the area around the Joma mine has an important function as a transportation route, a geographical point for gathering the herd and to some extent also a place for calving. The state administrator is of the opinion that the impact of mining operations on reindeer husbandry through, among other things, vibrations from blasting and how transport of ore from Sweden may affect the natural migration routes should be investigated in further detail. The Sámi Parliament's objection is more general and they believe that several measures required to reduce the negative impact on reindeer husbandry are based on future dialogue and agreements. They wish that the necessary measures should be agreed upon in dialogue with the local reindeer herding district and written into the planning proposal and regulation plan already now and clarified in a separate agreement between the Company and the reindeer herding district.

The Company agrees that many of the points raised by the State Administrator and the Sami Parliament are relevant, but that the time to carry out all investigations and produce all answers and proposals for measures cannot or should necessarily take place in connection with the decision on the regulatory plan, but rather at a later stage and at the latest before that an operating license is obtained. The purpose of a regulatory plan according to the Norwegian Planning and Building Act is not to define in detail all the

prerequisites for mining, but to determine how the industrial area around the mine may be laid out, which land and water areas may be used for which type of activity. Even though this is the Company's basic view, the attitude has been to try to get as far as possible in meetings and dialogue with the State Administrator, the Sami Parliament and the local reindeer herding district and see if the conditions for further clarification and agreement with the local reindeer husbandry exist. This process has been going on during the spring and summer and is expected to continue in the fall of 2022 with the goal that objections from the State Administrator and the Sami Parliament will be withdrawn and that the municipality of Røyrvik will thus be able to present and finally approve the regulation plan. In order for this to happen, the Company will partly carry out supplementary investigations regarding the impact of mining operations on the local reindeer industry due to vibrations through blasting and ore transport from Sweden, and partly continue dialogue with the local reindeer herding district in order to reach a solution where there is consensus and an agreement regarding the mining operations which is acceptable to the local reindeer herding district.

Regarding the handling of the application processing of planning programs and zoning plans, according to the Norwegian Planning and Building Act, the municipality of Røyrvik as the owner of the matter must appoint a responsible person who presents the matter for consideration and decision by the municipality's so-called chairmanship (roughly equivalent to the municipal council in Sweden). Røyrvik municipality had appointed its municipal director in this role. Due to the close connection to the local reindeer herding district through family relationships and various assignments, the Company questioned whether the municipal director could not have a conflict of interest situation in this role. During the summer, the municipal director came to the same conclusion and therefore relinquished the role of presenting the matter to the chairmanship of the municipality for a decision. Therefore, the municipality of Røyrvik has instead appointed another person responsible for the handling of this case, who is an official in the neighboring municipality of Grong. In order to further ensure that the matter cannot be questioned on grounds of possible conflict of interest, the matter will probably be sent for a new round of public hearing in the autumn, but for a shorter period of time which is estimated to six weeks. In this round, however, only the outstanding remaining questions will be dealt with.

The Company's assessment is that an approved zoning plan is the single most important factor in being able to re-establish mining operations in Joma and that an environmental permit and a mining concession should also be obtained after that. The company also assesses that the ongoing processes with interested parties regarding remaining issues regarding reindeer husbandry are positive and constructive and that the outlook remains positive for an approved zoning plan.

Status regarding development and financing of the Rönnbäcken project

After the end of the reporting period, the process of financing the Rönnbäcken project has continued. The main scenario is that financing is raised directly via the subsidiary Nickel Mountain AB. Together with an external financial advisor, the Company has identified a number of potential investors, which include both international industry companies and financial institutions. A number of the contacted investors have proceeded with an in-depth company and project due diligence. As there is extensive material covering the project, the investors' review is time-consuming and is expected to continue during the autumn. In parallel, the Company is investigating opportunities for supplementary soft financing in the form of various subsidies, grants and development programs at national, regional and EU level for the establishment of an operation aimed at production of critical metals for the green transition.

Financial and other information

Net revenue and profit

The Group revenues during the reporting period amounted to 0.07 million SEK (0.7). The result after tax for the second quarter was SEK -2.9 (-6.4) million.

Write downs

The Group reported no write downs during the reporting period.

Cash position and cash flow

The Group's shareholders' equity attributable to parent company's shareholders was MSEK 49.3 (51.6) as of June 30. This renders a solidity of 82.4 (81.8) %. Cash or cash equivalents amounted to SEK 2.8 (6.7) million at the end of the period. Cash flow from operations amounted to MSEK -4.6 (-8.2). Cash flow from investments amounted to MSEK 0.0 (0.0). Cash flow from financing activities during the second quarter amounted to MSEK 0.0 (8.0). The total cash flow during the second quarter amounted to MSEK -4.6 (-0.2).

Investments

Investments during the second quarter 2021 amounted to MSEK 0,0 (0,0).

Financing

During the reporting period, a directed new issue of SEK 5 million was carried out, which was used for repayment of loan of SEK 5 million. After the end of the reporting period, a loan amounting to SEK 8 million has been raised.

The share

According to Euroclear, the company has approximately 4,700 shareholders who hold at least 500 shares. The company's share is listed on NGM Nordic SME under the short name BLUE. At the end of the reporting period, the total number of shares outstanding was 54,166,485.

Incentive programs

During 2021, Bluelake Mineral issued warrants to senior executives and board members based on a resolution from the Annual General Meeting held on May 26, 2021. Senior executives consisting of the Company's CEO, chief financial officer and chief geologist have subscribed for a total of 1,560,000 new warrants. shares in the Company, whereby the share capital in the event of full subscription can increase by a maximum of SEK 156,000.

Newly issued shares may be subscribed for based on these warrants immediately after the date of publication of the Company's quarterly report for the first quarter of 2024 and the two-week period beginning immediately after the date of publication of the Company's quarterly report for the second quarter of 2024. The subscription price is SEK 1.38 / share. In the event of a 100% utilization of the incentive program the company will be injected with SEK 2.2 million and result in a dilution of 2.9% based on the outstanding number of shares at the end of this current reporting period.

Staff

There were no employees in the Group at the end of the period. The Group's personnel are currently engaged on a consulting basis.

Transactions with related parties

During the period April to June 2021, transactions with related parties took place as follows: Board member My Simonsson, received through companies' compensation for services related to business law of SEK 168 thousand. The CEO/Board member Peter Hjorth has received compensation from companies related to company management of SEK 320 thousand via companies. Agreement on services with related parties takes place on market terms.

Parent company

Operations in parent company Nickel Mountain Resources AB (publ) include group management functions, as well as financing of the group's Swedish and foreign operations. In the reporting period, operating expenses amounted to MSEK -1.3 (-4.4). After tax result amounted to MSEK -1.3 (-4.4). The number of employees in the parent company in the period was 0 (0).

Future development

Operations continue with the objective to prove assets which can be commercially exploited. Development of the Company's projects takes place in the various subsidiaries. The Company's continued strategic focus is primarily on the Company's projects in base metals and secondarily on the Company's gold projects.

Accounting principles

This quarterly report has been prepared in accordance with the Annual Accounts Act and the Board of Directors' General Advice BFNAR 2012: 1 (K3). For more detailed accounting principles, see the Company's annual report for 2021.

Risks

Significant risk and uncertainty factors include, but are not limited to, results from exploration, obtaining environmental, land, operating permits and continued financing within the Group. The various risks that exist regarding the Group's operations are discussed in more detail at the Company's website (www.nickelmountain.com) and the Company's annual report for 2021

Financial reporting calendar

- Financial reporting for the period January – September 2022 will be published on November 18, 2022
- Financial reporting for the period January – December 2022 will be published on February 17, 2023

Publication of information

This information is such as Bluelake Mineral AB (publ) is obliged to disclose under the EU Market Abuse Regulation and the Securities Market Act. The information was provided, by the responsible contact person below, for publication on August 19, 2022 at. 8:40.

The Board of Directors and the CEO assure that the financial report provides a fair overview of the Group's operations, financial position and results and describes significant risks and uncertainties that the Group faces.

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

Stockholm, August 19, 2022

Neil Said
Chairman

Peter Hjorth
CEO and Director

Patric Perenius
Director

Jonas Dahllöf
Director

My Simonsson
Director

For additional information please contact:

Peter Hjorth, CEO, Bluelake Mineral AB (publ)
E-post: info@bluelakemineral.com
www.bluelakemineral.com

Consolidated income statement

(KSEK)	2022	2021	2022	2021	2022
	Apr-Juni	Apr-June	Jan-June	Jan-June	Jan-Dec
Net revenue	69	733	95	725	-
Total income	69	733	95	725	0
Operating expenses					
Raw materials and consumables	-1 116	-1 738	-3 104	-3 186	-4 974
Other external expenses	-1 297	-5 220	-3 764	-6 555	-8 182
Personnel expenses	-197	-217	-395	-454	-829
Depreciation and amortization of tangible and intangible fixed asse	-	-	-	-	-12
Total operating expenses	-2 541	-6 442	-7 168	-9 471	-13 997
Results from financial items					
Foreign exchange differences	-	8	-1	-12	2
Interest rates and other financial items	-367	-	-367	-	-362
Results after financial items	-2 909	-6 434	-7 536	-9 483	-14 357
Income tax	-	-	-	-	-
Result for the period	-2 909	-6 434	-7 536	-9 483	-14 357
Attributable to:					
intangible fixed assets	-2 905	-6 071	-7 528	-8 863	-13 680
Non-controlling interest	-4	-371	-8	-620	-677

Consolidated balance sheets

(TSEK)	2022-06-30	2021-06-30	2021-12-31
ASSETS			
Financial fixed assets			
Shares in group companies	51 391	51 389	51 391
Receivable from group companies	10 194	4 658	5 974
Shares in equity accounted companies	145	145	145
Deposits	31	31	31
Total financial fixed assets	61 761	56 223	57 540
Total fixed assets	61 761	56 223	57 540
Current assets			
Other receivables	174	960	112
Prepaid expenses and accrued income	429	82	125
Total short-term receivables	603	1 042	237
Cash and bank	1 510	5 044	3 575
Total current assets	2 114	6 086	3 812
TOTAL ASSETS	63 874	62 310	61 352

Consolidated balance sheets (continuation)

(TSEK)	2022-06-30	2021-06-30	2021-12-31
SHAREHOLDERS EQUITY AND LIABILITIES			
Equity			
Share capital	5 417	4 832	5 162
Reserves	6 110	6 110	6 110
<i>Total restricted equity</i>	<i>11 527</i>	<i>10 942</i>	<i>11 272</i>
<i>Non-restricted equity</i>			
Share premium reserve	302 443	292 978	297 704
Retained earnings	-247 980	-240 351	-240 351
Result for the period	-2 572	-5 492	-7 630
<i>Total non-restricted equity</i>	<i>51 890</i>	<i>47 134</i>	<i>49 724</i>
Total equity	63 417	58 076	60 996
Long term liabilities			
Loan to group company	-	2 857	-
Total long-term liabilities	0	2 857	0
Current liabilities			
Accounts payable	181	735	158
Other short-term liabilities	156	257	-
Accrued expenses	121	384	198
Total current liabilities	458	1 376	356
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	63 874	62 310	61 352

Changes in shareholders' equity

(TSEK)	Share capital	Reserves	Other paid in capital	Result for the period	Total	Non-controlling interest	Total Equity
Equity 2021-01-01	47 680	311 187	-54 120	-5 785	298 962	42 345	341 307
Reallocation result from previous year			-231 778	231 778			
Transfer from restricted equity to non restricted	-78 469		78 469				
New share issue	1 032	11 208			12 240		12 240
New share issue – registration pending		1 045			1 045		1 045
Dividend		-43 325			-43 325		-43 325
Translation difference			4 899		4 899	-128	4 771
Result for the year				-13 680	-13 680	-677	-14 357
Equity 2021-12-31	5 162	290 122	-232 360	-13 680	49 244	2 659	51 903
Reallocation result from previous year			-13 680	13 680			
New share issue	255	4 853			5 108		5 108
Acquisition of minority interest		2 555			2 555	-2 555	0
Translation difference		-11	-131		-142		-142
Result for the period				-7 528	-7 528	-8	-7 536
Equity 2022-06-30	5 417	297 519	-246 171	-7 528	49 237	97	49 334

Cash flow statement

(TSEK)	2022 Apr-Juni	2021 Apr-June	2022 Jan-June	2021 Jan-June	2021 Jan-Dec
Cash flow from operations					
Operating result	-2 468	-6 368	-7 168	-9 471	-13 997
Adjustments for non-cash affecting items	-	-934	163	-290	12
Interest rates	-367	-12	-367	-12	-360
Cash flow from operating activities before changes in working capital	-2 672	-7 314	-7 372	-9 773	-14 345
<i>Changes in working capital</i>					
Increase/decrease in inventories	-	19	-	-	26
Increase/decrease receivables	-698	69	-1 373	15	418
Increase/decrease in short term liabilities	-1 252	-961	-781	-570	-765
Cash flow from operating activities	-4 622	-8 187	-9 526	-10 328	-14 666
Investment activities					
Loan to Vilhelmina Mineral AB	-	-	-	-	-2 204
Acquisition of intangible assets	-	-	-	-101	-2 204
Cash flow from investment activities	0	0	0	-101	0
Financing activities					
New share issue	-	8 000	5 000	8 000	13 000
Grant from Inovasjon Norge	-	-	2 091	-	-
Cash flow from financing activities	0	8 000	7 091	8 000	13 000
Cash flow for the period	-4 622	-187	-2 435	-2 429	-3 870
Opening cash balance	7 433	6 874	5 246	9 116	9 116
Cash and bank at the end of reporting period	2 811	6 687	2 811	6 687	5 246

Key ratios – Group

	Group 3 months 2022-04-01 2022-06-30	Group 3 months 2021-04-01 2021-06-30	Group 9 months 2022-01-01 2022-06-30	Group 9 months 2021-01-01 2021-06-30	Group 12 months 2021-01-01 2021-12-31
Operating income, TSEK	69	733	95	725	-
Operating margin, %	neg	neg	neg	neg	neg
Profit margin, %	neg	neg	neg	neg	neg
	neg	neg	neg	o	o
Profitability					
Return on total capital, %	neg	neg	neg	neg	neg
Return on shareholders' equity, %	neg	neg	neg	neg	neg
Capital structure					
Shareholder's equity, TSEK	49 334	51 592	49 334	51 592	51 903
Balance sheet total, TSEK	59 861	63 089	59 861	63 089	63 207
Equity ratio, %	82,40%	81,80%	82,40%	81,80%	82,10%
Investments					
Net investments in intangible fixed assets, TSE	-	-	-	101	4 974
Per share data					
Shares at the end of the period, pcs	54 166 485	48 318 893	54 166 485	48 318 893	51 624 677
Average number of shares, pcs	54 057 857	44 809 157	53 350 227	437 153 666	194 861 156
Earnings per share, SEK	-0,05	-0,14	-0,14	-0,02	-0,07
Equity per share, SEK	0,92	1,07	0,92	1,07	1,01
Share quota value / face value, SEK	0,1	0,1	0,1	0,1	0,1
Total share capital, SEK	5 416 648,50	4 831 889	5 416 648,50	82 598 844	51 903 626

Income statement – parent company

(TSEK)	2022 Apr-juni	2021 Apr-June	2022 Jan-June	2021 Jan-June	2021 Jan-Dec
Net revenue	318	725	618	1 175	1 425
Total income	318	725	618	1 175	1 425
Operating expenses					
Other external expenses	-1 097	-4 907	-2 429	-6 201	-8 217
Personnel expenses	-197	-217	-395	-454	-829
Total operating expenses	-977	-4 400	-2 205	-5 480	-7 621
Results from financial items					
Foreign exchange differences	-	-1	-1	-3	-4
Interest rates and other financial items	-366	-	-366	-	-5
Results after financial items	-1 343	-4 400	-2 572	-5 483	-7 630
Income tax	-	-	-	-	-
RESULTS FOR THE PERIOD	-1 343	-4 400	-2 572	-5 483	-7 630

Balance sheets – parent company

(TSEK)	2022-06-30	2021-06-30	2021-12-31
ASSETS			
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Balance sheets – parent company (continuation)

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SHAREHOLDERS EQUITY AND LIABILITIES			
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Accrued expenses	121	384	198
Total current liabilities	458	1 376	356
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	63 874	62 310	61 352

Definitions

Margin

Operating margin, %

Operating profit as a percentage of total income.

Profit margin, %

Profit after net financial items as a percentage of total income.

Profitability

Return on shareholders' equity, %

Net profit as a percentage of average shareholders' equity. Average shareholders' equity is calculated as opening plus closing shareholders equity divided by two.

Return on total capital, %

Operating profit plus financial income as a percentage of average balance sheet total. The average balance sheet total has been calculated as the total plus opening plus closing balance sheet totals divided by two.

Capital structure

Shareholders equity, kSEK

Shareholders' equity at the end of the period.

Solidity, %

Shareholders equity incl minority interest as a percentage of balance sheet total.

Investments

Net investments in intangible and tangible fixed assets, kSEK

Investments in the intangible and tangible fixed assets decreased by the period's sales and disposals.

Personnel

Number of employees, pcs

Number of employees calculated based on full-time employed at the end of the period.

Per share data

Number of shares, pcs

Number of outstanding shares at the end of the period.

Average number of shares, pcs

Average number of shares during the period.

Earnings per share, SEK

Profit after tax divided by average number of shares for the period.

Shareholders' equity per share, SEK

Shareholders' equity at the end of the period divided by number of shares at the end of the period.