



# Growth driven by product sales and continued high gross margin

## April – June 2023

- Net sales SEK 62.4m (57.3), growth of 9% compared to same quarter previous year
- Gross profit SEK 21.8m (25.6) and gross margin 34.9% (44.6)\*
- Operating income SEK -31.7m (-24.6)
- Income after tax SEK -22.2m (-17.3)
- Operating cash flow SEK -6.6m (-29.6)
- Diluted earnings per share SEK -0.52 (-0.32)

## January – June 2023

- Net sales SEK 112.9m (87.3), growth of 29% compared to previous year
- Gross profit SEK 40.9m (35.4) an increase of 16%, and gross margin of 36.2% (40.6)\*
- Operating income SEK -57.9m (-53.2)
- Income after tax SEK -46.3m (-41.8)
- Operating cash flow SEK 5.0m (-71.8)
- Diluted earnings per share SEK -0.97 (-0.78)

## Significant events in and after the end of the period

- Agreement signed with Vantastec Group for serial deliveries of hydrogen fuel cell systems used for auxiliary power, to light commercial vehicles.
- Agreement signed with Bosch for the supply of the fuel cell stack S3 to PowerCell.
- PowerCell held its Annual General Meeting on April 19, 2023.

## Key performance indicators

SEK million, unless other stated	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Net sales	62.4	57.3	112.9	87.3	244.7
Gross profit	21.8	25.6	40.9	35.4	113.0
Gross margin*, %	34.9	44.6	36.2	40.6	46.2
Operating income	-31.7	-24.6	-57.9	-53.2	-75.0
Net income	-22.2	-17.3	-46.3	-41.8	-58.2
Earnings per share (basic and diluted), SEK	-0.52	-0.32	-0.97	-0.78	-1.09
Shareholder equity ratio, %	55.9	68.7	55.9	68.7	70.2
Operating cash flow	-6.6	-29.6	5.0	-71.8	-120.5

\*As from 1 January 2023, PowerCell presents certain indirect costs related to the production as Costs of goods and services sold. Previously, these costs were presented as Selling and administrative expenses. The change impacts the gross margin negatively with 8.8 percentage points for second quarter and 7.4 percentage points in the period January – June 2023. The operating income is not affected. The change is made prospectively as from 1 January 2023 which means that the comparative periods has not been adjusted. Please refer to page 12, note 2 "Accounting policy" for further details.



The CEO's comments

## Strong demand and higher production capacity ensured

**The market for hydrogen electric solutions continues to accelerate and with our strong position we are able to grow among the industry leaders. Customer interest are increasing at a high rate and we see that they come to decisions much faster now. To meet the strong demand and order intake, we signed a supplier agreement with Robert Bosch GmbH in the quarter, which increases our production capacity significantly.**

In the quarter, net sales increased 9 percent to SEK 62.4 million and growth measured as twelve-month rolling was 43 percent. This strong development is reflecting the increasing demand for PowerCell's emission-free, hydrogen-electric solutions. This trend where we see our fuel cell systems being designed into commercial applications for OEM customers is strong. This is an important development since it lays the foundation for serial deliveries and considerable volumes.

In the quarter, the gross margin was 34.9 percent. The comparable gross margin versus same period 2022 amounted to 43.7 (44.6) percent, as presentation of cost have changed. Keeping the same high gross margin, as second quarter last year, with a higher degree of product sales proves our ability to efficiently scale up production. Operating expenditures in relation to net sales continued to decline in the quarter and shows that we also have operating leverage.

We are happy to report a positive operative cash flow of SEK 5 million for the first half year and a twelve-month rolling operative cash flow of SEK -43.5 million, improving from SEK -120.5 million full year 2022.

### Industrialization scale up

The agreement with Bosch is an important strategic step as it increases our production capacity significantly. Bosch will now manufacture our fuel cell stack S3 for us while we focus more on the assembly and deliveries of fuel cell systems as well as development of the next generation of fuel cell stacks and systems.

We continue to build our capabilities and scale up our organization to meet the strong demand. During recent quarters we have received significant large orders and also broadened our customer base.

### Serial deliveries to light commercial vehicles

A few weeks ago, we announced that we received an significant order with Colgar Energy in the UK, a subsidiary within the Vantastec Group. This is a new customer application within the power generation segment. The customer converts light commercial

vehicles to be able to transport hot or cold food, for example. They also convert vans where food and drinks are heated in the vehicles. The order value can potentially amount to a total of approximately SEK 200 million.

Besides the serial deliveries to this customer, the order is also important since it shows that our hydrogen-electric solutions are well suited for vehicles that need auxiliary power to operate, for example, refrigerating or heating systems. The order is also yet another concrete example of how the market is accelerating where the time from the first contact with the client to signed order is decreasing.

### Support customers to become emission-free

PowerCell is in a good position to take advantage of the strong sustainable megatrends as more and more industries move towards zero-emissions. We continue to see an increasing interest from companies since they realize that we offer a mature, commercial and sustainable fuel cell technology that works in many different applications.

PowerCell has a leading, industrialized offering that will be key when our customers are to become emission-free. I look forward with confidence to our continued growth journey.

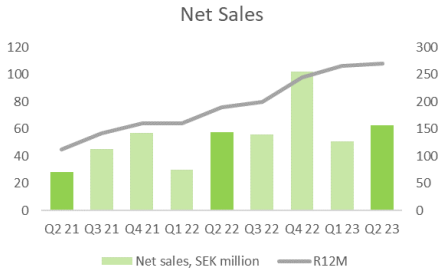


**Richard Berkling**  
CEO



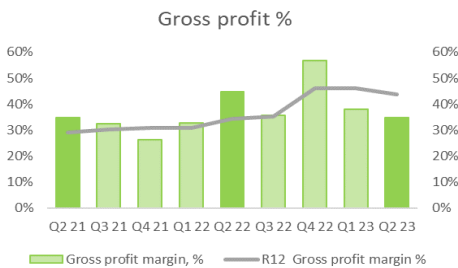
# Financial performance April to June

## Net sales



Sales in the quarter increased 9% to SEK 62.4m (57.3) compared to the same period last year were the Aviation segment showed strongest growth and, together with Marine segment, are the two major customer segments for PowerCell. Sales of products increased with about 97%, making product sales the major part of the product mix in the quarter. Royalty fees of SEK 2.0m from Robert Bosch GmbH are reported as net sales in the quarter, which is lower than last year.

## Gross profit and operating income/loss



Gross profit amounted to SEK 21.8m (25.6) with a gross margin of 34.9% (44.6). During 2023, PowerCell has changed the presentation of certain indirect material and labor costs, such as warehouse personnel, transportation and warranty costs, etc. For the second quarter, the change means SEK 5.5m was reported as Cost of goods sold instead of in Selling and administrative costs. This affects the gross margin with about 8.8 percentage points and a comparable gross margin versus last year would be 43.7% (44.6). Further reading on page 12, note 2 “Accounting policies”.

Operating expenses increased 10% to SEK 53.1m (48.3). Operating income amounted to SEK -31.7m (-24.6).

With the strong market interest in the company’s products and several new customer agreements, PowerCell has entered into a new phase of product development. In the quarter, SEK 5.6 was capitalized as development expenditures related to the development of the new PS200 system.

# +34.9%

Gross margin April - June 2023

## Net income

Net financial items amounted to SEK 9.6m (7.3) and mainly related to revaluation effects in bank accounts denominated in foreign currency, primarily EUR. Net income in the second quarter was SEK -22.2m (-17.3).

## Cash flow

Operating cash flow was SEK -6.6m (-29.6) and total cash flow was SEK -20.0m (-41.3), impacted by decreased working capital, primarily from liabilities. Inventory increased during the quarter in line with the decision to keep a higher level of inventory to prepare for growth and increased production. Investments increase as PowerCell has entered into a new phase of product development. In the quarter, SEK 5.6m is therefore capitalized as intangible assets.

## Financial position

PowerCell’s financial position and liquidity are satisfactory. Cash and cash equivalents amounted to SEK 195.3m on 30 June 2023.



# Financial performance January to June

## Net sales

Sales year to date increased by 29% to SEK 112.9m (87.3) compared to the same period last year. Most customer segments showed strong growth with the majority of the sales generated by the Aviation and Marine segments. The business mix continued to improve with more commercial customers as well as products and services with a higher value add. Royalty fees of SEK 3.6m from Robert Bosch GmbH are reported as net sales in the period.

## Gross profit and operating income/loss

Gross profit increased by 16% to SEK 40.9m (35.4), with a gross margin of 36.2% (40.6). The gross margin was positively impacted by the change in product mix with increased royalty fee from Robert Bosch GmbH and increasing engineering service sales.

In 2023, PowerCell have changed the presentation of certain indirect material and labor costs, such as warehouse personnel, transportation and warranty costs, etc. For the first six months, the change means SEK 8.3m in Costs of goods sold instead of in Selling and administrative costs. This affects the gross margin with about 7.4 percentage points and a comparable gross margin versus last year would be 43.6% (40.6).

Operating expenses amounted to SEK 101.4m (90.8), which reflects a planned scale up to prepare the organization for continued growth. The increase is less than the increase in net sales, giving a operating leverage.

With the strong market interest of the company's products and several new customer agreements entered, PowerCell has entered into a new phase of product development. In the second quarter, SEK 5.6m is therefore capitalized as development expenditures.

The operating income in the first six months was SEK -57.9m (-53.2).

## Net income

Net financial items amounted to SEK 11.6m (11.3) and mainly related to revaluation effects in bank accounts denominated in foreign currency, primarily EUR. Net income in the first six months was SEK -46.3m (-41.8).

## Cash flow

Operating cash flow was SEK 5m (-71.8) and total cash flow was SEK -11.6m (-87.8), impacted by the operational result, decrease in working capital, with increases in inventory and positive effect from liabilities.

Investments have increased as PowerCell has entered into a new phase of product development. In the quarter, SEK 5.6m is therefore capitalized and viewed as an intangible asset.



# Other information

## Employees

At 30 June 2023, the Group had 142 (100) employees measured as full-time equivalents, FTE.

## The share

The share is listed on Nasdaq First North Growth Market under the ticker PCELL. At 30 June 2023 the total number of outstanding shares were 52,142,434. PowerCell holds no treasury shares.

## Ten largest owners per 30 June 2023

Name	Number of shares	Votes and capital
Robert Bosch	5,848,531	11.22%
BlackRock	2,863,358	5.49%
Avanza Pension	1,594,215	3.06%
green benefit AG	976,977	1.87%
Legal & General	858,995	1.65%
CPR Asset Management	425,355	0.82%
Swedbank Robur Funds	392,160	0.75%
PIMCO	384,763	0.74%
Allspring Global Investments	326,555	0.63%
VanEck	324,872	0.62%
<i>Total 10 largest owners</i>	<i>13,995,781</i>	<i>26.84%</i>
<i>Other</i>	<i>38,146,653</i>	<i>73.16%</i>
<b>Total</b>	<b>52,142,434</b>	<b>100.00%</b>

Source: Modular Finance AB. Compiled and processed data from various sources, including Euroclear, Morningstar and the Swedish Financial Supervisory Authority (Finansinspektionen).

## Financial calendar

Interim report Q3 2023, 19 October

Interim report Q4 and year-end report 2023, 8 February 2024

## Annual General Meeting 2023

PowerCell held its Annual General Meeting on April 19, 2023 in Gothenburg. The following main resolutions were resolved upon:

Adoption of the income statement and balance sheet and allocation of result; Discharge of liability for the Board and CEO; Re-election of Helen Fasth Gillstedt, Uwe Hillmann, Magnus Jonsson, Annette Malm Justad, Karin Ryttberg-Wallgren and Riku-Pekka Hägg as directors of the board. Nicolas Boutin was elected as new director of the board. Magnus Jonsson was re-elected as chairman of the board; Re-election of Öhrlings PricewaterhouseCoopers AB as auditor.; Remuneration to the Board of Directors and its committees; Principles for the Nomination Committee; Resolution on guidelines for remuneration for senior executives; Resolution to authorize the Board to issue shares and/or warrants and/or convertibles.

The decisions can be read in their entirety at [www.powercellgroup.com](http://www.powercellgroup.com)



## Risks and uncertainties

Through its operations PowerCell is exposed to risks and uncertainties. For extensive information of the most significant operational and financial risks, please see pages 52-53 and pages 62-64 in the Annual Report for 2022. The conflict in Ukraine has created great uncertainty about the development of the world economy. PowerCell has a very limited business and exposure to Russia and Ukraine and is not directly affected of the conflict. However, the indirect consequences can be extensive and lead to disruptions in the supply chain and increased costs. PowerCell follows the continued development of the conflict carefully.

## Parent company

The main part of the groups activity is carried out in the parent company PowerCell Sweden AB. Out of 142 employees, 138 are employed within the parent company. The parent company's revenue amounted to SEK 62.4m (57.3) in the second quarter. Operating profit/loss for the quarter amounted to SEK -36.9m (-24.5) This report has not been reviewed by the Company's auditor.

### Gothenburg, 14 July 2023

**Magnus Jonsson**

Chairman

**Nicolas Boutin**

Director

**Helen Fasth Gillstedt**

Director

**Riku-Pekka Hägg**

Director

**Karin Ryttberg-Wallgren**

Director

**Uwe Hillmann**

Director

**Annette Malm Justad**

Director

**Richard Berkling**

CEO

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Every care has been taken in the translation of this interim report. In the event of discrepancies, the Swedish original will supersede the English translation. The addition of the totals presented may result in minor rounding differences.

## About PowerCell

PowerCell is a world leader in hydrogen electric solutions. With decades of experience, we use our expertise to accelerate the transition to an emission-free, more sustainable world. We target industries such as aviation, marine, off-road, on-road and stationary power generation. With our cutting-edge products we help our customers to reach net zero emissions already today.

We are headquartered in Gothenburg, Sweden with sales globally. PowerCell is listed on Nasdaq First North Growth Market Stockholm.

To read more about our products and services, visit [powercellgroup.com](http://powercellgroup.com).

G&W Fondkommission is our Certified Adviser on Nasdaq First North Growth Market, e-mail: [ca@gwkapital.se](mailto:ca@gwkapital.se), phone: +46 8 503 000 50.



## Condensed income statement - Group

SEK thousand	Note	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Net sales	3	62,369	57,294	112,890	87,289	244,691
Costs of goods and services sold		-40,589	-31,720	-71,980	-51,873	-131,668
<b>Gross profit</b>		<b>21,780</b>	<b>25,574</b>	<b>40,910</b>	<b>35,416</b>	<b>113,023</b>
Selling and administrative costs	4	-27,344	-24,903	-53,342	-47,316	-98,559
Research and development costs		-25,793	-23,383	-48,034	-43,514	-92,329
Other operating income	6	9,143	729	13,845	8,173	21,807
Other operating costs	7	-9,522	-2,619	-11,284	-5,947	-18,961
<b>Operating income</b>		<b>-31,736</b>	<b>-24,602</b>	<b>-57,905</b>	<b>-53,188</b>	<b>-75,019</b>
<b>Net financial items</b>		<b>9,566</b>	<b>7,272</b>	<b>11,564</b>	<b>11,308</b>	<b>16,801</b>
<b>Profit (loss) after financial items</b>		<b>-22,170</b>	<b>-17,330</b>	<b>-46,341</b>	<b>-41,880</b>	<b>-58,218</b>
Income tax	9	9	17	15	38	45
<b>Profit (loss) for the period</b>		<b>-22,161</b>	<b>-17,313</b>	<b>-46,326</b>	<b>-41,842</b>	<b>-58,173</b>
Other comprehensive income:						
Items that may be reclassified to profit or loss						
Exchange differences from foreign operations		71	-23	79	-1	37
<b>Other comprehensive income for the period</b>		<b>71</b>	<b>-23</b>	<b>79</b>	<b>-1</b>	<b>37</b>
<b>Total comprehensive income for the period</b>		<b>-22,090</b>	<b>-17,336</b>	<b>-46,247</b>	<b>-41,843</b>	<b>-58,136</b>

Profit (loss) for the period and total comprehensive income are, in their entirety, attributable to shareholders of the Parent Company.

Earnings per share, calculated on profit (loss) for the year attributable to Parent Company shareholders of ordinary shares:

SEK	Note	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Earnings per share, basic	5	-0.52	-0.32	-0.97	-0.78	-1.09
Earnings per share, diluted	5	-0.52	-0.32	-0.97	-0.78	-1.09



## Condensed balance sheet - Group

SEK thousand	2023-06-30	2022-06-30	2022-12-31
<b>ASSETS</b>			
<b>Non-current assets</b>			
Intangible assets	12,813	9,335	8,173
Right of use assets (leasing)	34,666	38,698	34,842
Tangible fixed assets	33,943	34,164	34,817
Financial assets	233	140	6,863
<b>Total non-current assets</b>	<b>81,655</b>	<b>82,337</b>	<b>84,695</b>
<b>Current assets</b>			
Inventories	123,048	66,768	75,485
Current receivables	119,773	96,283	116,909
Cash and cash equivalents	195,274	256,667	196,857
<b>Total current assets</b>	<b>438,095</b>	<b>419,718</b>	<b>389,251</b>
<b>TOTAL ASSETS</b>	<b>519,750</b>	<b>502,055</b>	<b>473,946</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to Parent Company shareholders</b>			
Share capital	1,147	1,147	1,147
Other contributed capital	635,007	635,007	635,007
Reserves	-155	-272	-234
Retained earnings (including profit (loss) for the year)	-345,552	-291,156	-303,046
<b>Total equity attributable to Parent Company shareholders</b>	<b>290,447</b>	<b>344,726</b>	<b>332,874</b>
<b>LIABILITIES</b>			
Non-current liabilities, interest-bearing	23,794	27,286	24,123
Non-current liabilities	30,590	30,534	30,558
Current liabilities, interest-bearing	7,300	8,160	7,342
Current liabilities	167,619	91,349	79,049
<b>Total liabilities</b>	<b>229,303</b>	<b>157,329</b>	<b>141,072</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>519,750</b>	<b>502,055</b>	<b>473,946</b>





## Condensed statement of changes in equity - Group

SEK thousand	Note	Attributable to shareholders of the Parent Company				Total equity
		Share capital	Other contributed capital	Reserves	Retained earnings incl. profit (loss) for the year	
<b>Opening balance 1 January 2023</b>		<b>1,147</b>	<b>635,007</b>	<b>-234</b>	<b>-303,046</b>	<b>332,874</b>
Profit (loss) for the period		-	-	-	-46,326	-46,326
Other comprehensive income for the period		-	-	79	-	79
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>79</b>	<b>-46,326</b>	<b>-46,247</b>
<b>Transactions with shareholders</b>						
Share-based compensation to employees		-	-	-	3,820	3,820
<b>Closing balance 30 June 2023</b>		<b>1,147</b>	<b>635,007</b>	<b>-155</b>	<b>-345,552</b>	<b>290,447</b>
<b>Opening balance 1 January 2022</b>		<b>1,147</b>	<b>635,007</b>	<b>-271</b>	<b>-252,432</b>	<b>383,451</b>
Profit (loss) for the period		-	-	-	-41,842	-41,842
Other comprehensive income for the period		-	-	-1	-	-1
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-1</b>	<b>-41,842</b>	<b>-41,843</b>
<b>Transactions with shareholders</b>						
Share-based compensation to employees		-	-	-	3,118	3,118
<b>Closing balance 30 June 2022</b>		<b>1,147</b>	<b>635,007</b>	<b>-272</b>	<b>-291,156</b>	<b>344,726</b>



## Condensed cash flow - Group

SEK thousand	Note	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
<b>Cash flow from operating activities</b>						
Operating profit (loss)		-31,736	-24,602	-57,905	-53,188	-75,019
Adjustments for non-cash items		8,262	10,992	16,041	16,417	37,693
Interest paid		1,309	-237	1,086	-480	-684
Paid income tax			-	-696	-203	493
<b>Cash flow from operating activities before changes in working capital</b>		<b>-22,165</b>	<b>-13,847</b>	<b>-41,474</b>	<b>-37,454</b>	<b>-37,517</b>
<b>Cash flow before changes in working capital</b>						
Increase/decrease of inventories		-27,270	-12,491	-45,474	-30,167	-41,609
Increase/decrease of current receivables		-19,151	-27,569	4,388	-25,058	-48,646
Increase/decrease of current liabilities		61,939	24,288	87,535	20,877	7,266
<b>Total changes in working capital</b>		<b>15,518</b>	<b>-15,772</b>	<b>46,449</b>	<b>-34,348</b>	<b>-82,989</b>
<b>Cash flow from operating activities</b>		<b>-6,647</b>	<b>-29,619</b>	<b>4,975</b>	<b>-71,802</b>	<b>-120,506</b>
<b>Cash flow from investing activities</b>						
Acquisitions of tangible and intangible assets		-11,028	-9,372	-12,095	-11,572	-17,717
Change in financial assets		-	-	-	-	-6,677
<b>Cash flow from investing activities</b>		<b>-11,028</b>	<b>-9,372</b>	<b>-12,095</b>	<b>-11,572</b>	<b>-24,394</b>
<b>Cash flow from financing activities</b>						
Repayment of leasing liability		-2,317	-2,275	-4,453	-4,470	-8,464
<b>Cash flow from financing activities</b>		<b>-2,317</b>	<b>-2,275</b>	<b>-4,453</b>	<b>-4,470</b>	<b>-8,464</b>
<b>Decrease/increase of cash and cash equivalents</b>						
Opening cash and cash equivalents		207,155	290,269	196,857	332,507	332,507
Effects of exchange rate changes on cash and cash equivalents		8,111	7,664	9,990	12,004	17,714
<b>Closing cash and cash equivalents</b>		<b>195,274</b>	<b>256,667</b>	<b>195,274</b>	<b>256,667</b>	<b>196,857</b>



## Condensed income statement – Parent Company

SEK thousand	Note	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Net sales		62,369	57,324	112,890	87,319	243,838
Costs of goods and services sold		-40,588	-31,720	-71,979	-51,873	-131,661
<b>Gross profit</b>		<b>21,781</b>	<b>25,604</b>	<b>40,911</b>	<b>35,446</b>	<b>112,177</b>
Selling and administrative costs		-26,824	-24,620	-52,335	-46,293	-95,746
Research and development costs		-31,604	-23,568	-54,054	-43,880	-93,084
Other operating income		9,109	729	13,809	8,222	21,856
Other operating costs		-9,350	-2,625	-11,084	-5,965	-18,803
<b>Operating income</b>		<b>-36,888</b>	<b>-24,480</b>	<b>-62,753</b>	<b>-52,470</b>	<b>-73,600</b>
<b>Net financial items</b>		<b>9,802</b>	<b>7,515</b>	<b>12,028</b>	<b>11,806</b>	<b>16,814</b>
<b>Profit (loss) after financial items</b>		<b>-27,086</b>	<b>-16,965</b>	<b>-50,725</b>	<b>-40,664</b>	<b>-56,786</b>
Income tax		23	23	47	46	93
<b>Profit (loss) for the period</b>		<b>-27,063</b>	<b>-16,942</b>	<b>-50,678</b>	<b>-40,618</b>	<b>-56,693</b>

In the Parent Company there are no items recognized as other comprehensive income, which is why total comprehensive income corresponds to profit (loss) for the year.



## Condensed balance sheet – Parent Company

SEK thousand	2023-06-30	2022-06-30	2022-12-31
<b>ASSETS</b>			
<b>Non-current assets</b>			
Intangible assets	7,209	9,335	8,173
Tangible fixed assets	33,943	34,158	34,814
Financial assets	2,123	1,330	8,753
<b>Total non-current assets</b>	<b>43,275</b>	<b>44,823</b>	<b>51,740</b>
<b>Current assets</b>			
Inventories	123,048	66,768	75,485
Current receivables	124,940	102,754	121,833
Cash and cash equivalents	192,498	251,708	192,893
<b>Total current assets</b>	<b>440,486</b>	<b>421,230</b>	<b>390,211</b>
<b>TOTAL ASSETS</b>	<b>483,761</b>	<b>466,053</b>	<b>441,951</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Restricted equity</b>			
Share capital	1,147	1,147	1,147
<b>Total restricted equity</b>	<b>1,147</b>	<b>1,147</b>	<b>1,147</b>
<b>Non-restricted equity</b>			
Share premium reserve	555,507	555,507	555,507
Retained loss	-219,751	-171,319	-166,878
Profit (loss) for the period	-50,678	-40,618	-56,693
<b>Total non-restricted equity</b>	<b>285,078</b>	<b>343,570</b>	<b>331,936</b>
<b>Total equity</b>	<b>286,225</b>	<b>344,717</b>	<b>333,083</b>
<b>LIABILITIES</b>			
Non-current liabilities	30,000	30,000	30,000
Current liabilities	167,536	91,336	78,868
<b>Total liabilities</b>	<b>197,536</b>	<b>121,336</b>	<b>108,868</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>483,761</b>	<b>466,053</b>	<b>441,951</b>



## Notes to the consolidated statements

### 1. General

PowerCell Sweden AB (publ) (PowerCell), Corp. Id. No 556759-8353, is a Parent Company registered in Sweden and domiciled in Gothenburg, with address Ruskvädersgatan 12, 418 34 Gothenburg, Sweden.

The Board has approved this Interim consolidated financial statement for publication on 14 July 2023.

All amounts are stated in SEK thousand unless stated otherwise. Amounts in brackets refer to the comparative year.

### 2. Accounting policies

PowerCell applies IFRS as endorsed by the EU. The accounting policies and definitions adopted are consistent with those described in PowerCell's Annual Report 2022.

This Interim financial statement has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The Parent Company applies RFR 2 Accounting for legal entities and the Swedish Annual Accounts Act.

#### Change of presentation of cost

As from 1 January 2023, PowerCell presents certain costs, previously presented as Selling and administrative costs as Costs of goods and services sold.

The change has no impact on the reported operating income and has been made prospectively from 1 January 2023. The comparative periods have not been adjusted.

For the second quarter 2023, the gross margin would be increased by 8.8 percentage points, should the same presentation of the costs be applied as in previous periods. The comparable gross margin versus last year is 43.7% (44.6). For the first half year, the gross margin would be increased by 7.4 percentage points.

### 3. Net sales

#### Revenue

When income from external parties is reported to the CEO, they are valued in the same way as in the Group's statement of comprehensive income. Sales are reported as revenue when control of the goods is transferred to the customer, which normally coincides with its delivery.

#### Revenue from external customers

SEK thousand	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Hardware	27,352	13,902	48,888	31,756	83,887
Services	13,819	17,300	30,621	21,591	57,133
Royalty fees	1,996	2,904	3,601	2,904	15,182
Projects according to percentage of completion	19,202	23,188	29,780	31,038	88,489
<b>Total</b>	<b>62,369</b>	<b>57,294</b>	<b>112,890</b>	<b>87,289</b>	<b>244,691</b>

#### Revenue from external customers per country, based on where customers are located

Sweden	995	367	1,509	607	2,694
Germany	6,996	24,579	15,721	39,626	92,176
Great Britain	22,674	5,270	39,073	5,752	30,267
Netherlands	11,402	19,942	16,557	21,915	44,874
US	15,020	123	31,894	3,072	42,366
Other	5,282	7,013	8,136	16,317	32,314
<b>Total</b>	<b>62,369</b>	<b>57,294</b>	<b>112,890</b>	<b>87,289</b>	<b>244,691</b>

From Q2 2022, royalty fees are reported as net sales instead of other operating income.



#### 4. Related party transactions

No significant transactions with related parties have taken place in the period.

#### 5. Earnings per share

SEK	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Earnings per share, basic	-0.52	-0.32	-0.97	-0.78	-1.09
Earnings per share, diluted	-0.52	-0.32	-0.97	-0.78	-1.09

#### Performance measures used in the calculation of earnings per share

Profit/loss attributable to the shareholders of the Parent Company used in the calculation of earnings per share, basic and diluted

Profit (loss) attributable to Parent Company shareholders, thousand SEK	-27,063	-16,942	-50,678	-40,618	-56,693
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#### Number

Weighted average number of ordinary shares at the calculation of earnings per share, basic	52,142,434	52,142,434	52,142,434	52,142,434	52,142,434
Adjustment for the calculation of earnings per share, diluted	52,142,434	52,142,434	52,142,434	52,142,434	52,142,434

#### 6. Other operating income

Thousand SEK	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Currency exchange gains	2,484	1,199	4,295	5,025	16,410
Grants	6,562	1,316	9,309	2,729	4,974
Royalty fees and other	97	-1,786	241	419	423
<b>Total</b>	<b>9,143</b>	<b>729</b>	<b>13,845</b>	<b>8,173</b>	<b>21,807</b>

From Q2 2022, royalty fees are reported as net sales instead of other operating income.

#### 7. Other operating cost

Thousand SEK	Apr-Jun 2023	Apr-Jun 2022	Jan-Jun 2023	Jan-Jun 2022	2022
Currency exchange losses	-9,521	-2,619	-11,284	-5,947	-18,961
<b>Total</b>	<b>-9,521</b>	<b>-2,619</b>	<b>-11,284</b>	<b>-5,947</b>	<b>-18,961</b>

## Definitions



**Shareholder Equity ratio, %**

Equity in relation to total assets.

**Earnings per share**

Profit after tax in relation to the number of shares.

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