



AAC
CLYDE
SPACE

AAC CLYDE SPACE AB (publ) INTERIM REPORT Q1 2024

First quarter,
January - March
2024 (compared with
January - March
2023)

Net sales amounted to
SEK 71.4 M (73.9),
a decrease of 3.5%

Earnings before interest, tax,
depreciation and amortisation
(EBITDA) amounted to
SEK 12.7 M (1.7)
The net effect from an insurance
payout relating to an under-
performing satellite on EBITDA was
SEK 12.6 M (0)

The order backlog amounted to
SEK 654.2 M (460.2)

Cash flow from operating
activities totalled
SEK -13.1 M (-9.7)

Basic and diluted earnings per
share amounted to
SEK -0.56 (-1.58)

Earnings before interest and tax (EBIT)
amounted to
SEK -3.8 M (-5.4)
including impairment of
SEK -6.5 M
of a satellite not performing
as expected

The total loss after tax was
SEK -3.2 M (-6.5)

Events in the first quarter of 2024

- AAC Clyde Space received payment for an insurance claim on the satellite Kelpie-1 valued at approximately SEK 13.5 M. The claim was triggered by the satellite payload delivering less data than expected, not meeting key performance indicators. The claim was paid in full by the insurers.
- AAC Clyde Space won a GBP 4.3 M (approx. SEK 56.2 M) order for 11 satellite kits from Portuguese company LusoSpace to be delivered in the fourth quarter of 2024. The EPIC 8U variant will be co-designed by AAC Clyde Space and LusoSpace, and will be built in Portugal.
- AAC Clyde Africa won its first satellite order. The order for two satellites is valued at 4.1 million South African Rands (approx. SEK 2.3 M) and scheduled for delivery in June 2024.
- AAC Clyde Space was part in Intuitive Machines Nova C cargo lander, the first US spacecraft to soft land on the lunar surface since 1972, as a supplier of power systems, battery solutions and engineering services.
- AAC Clyde Space secured an order valued at EUR 0.9 million (approx. SEK 9.9 million) for its Sirius range of computers and services. The order is planned for delivery during the fourth quarter of 2024.
- AAC Clyde Space with its partner TNO, successfully transferred data from a compact laser satellite communications terminal, called SmallCAT, onboard a spacecraft in Low Earth Orbit (LEO) to Earth, thereby demonstrating that the laser satellite communication technology works under spaceflight conditions. AAC has contributed electronics and firmware to the laser communication terminal.
- Anita Bernie stepped down from the Board due to conflicting assignments which limit her in her Board Director role.
- Chief Operating Officer Stefania Mandirola stepped down from her role.

Events after the end of the reporting period

- AAC Clyde Space appointed to lead a consortium to develop laser communication system valued at SEK 40.4 M. AAC Hyperion will productionise the existing 1 Gbps system, CubeCAT V1, in corporation with FSO Instruments. This will also expand CubeCat's capacity to 10 Gbps to generate a next-generation terminal to enable space-to-ground communication between small satellites and optical ground stations.
- AAC Clyde Space wins its first order for its 16U EPIC satellite to be delivered and commissioned by June 2026. The total order value is EUR 2.3 M (approx. SEK 27.0 M). The satellite will be part of the ESA OPS-SAT VOLT mission and will be capable of hosting multiple payloads. The mission, led by Craft Prospect Ltd. (CPL) is part of ESA's ARTES Scylight programme. It aims to test and evaluate groundbreaking real-time techniques and technologies with a focus on optical and quantum direct to earth communication.

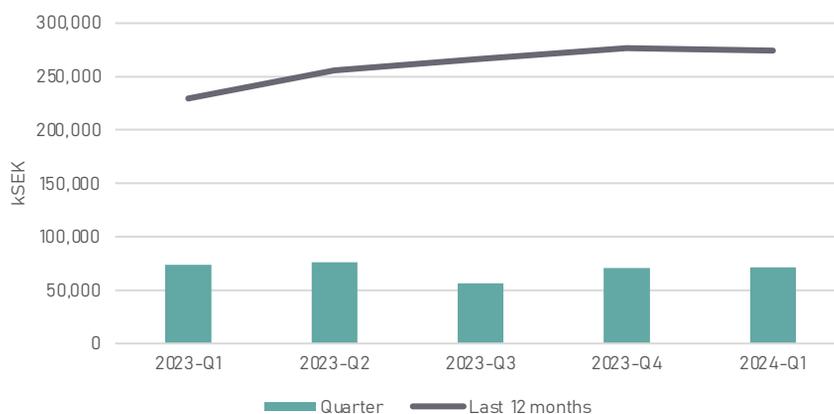
FINANCIAL OVERVIEW – GROUP

kSEK	Jan-Mar	Jan-Mar	Full-Year
	2024	2023	2023
Net sales	71,439	73,901	276,605
EBITDA	12,715	1,711	980
EBIT	-3,821	-5,426	-36,832
Basic and diluted earnings per share, SEK*	-0.56	-1.58	-8.73
Equity ratio	71%	73%	71%
Cash flow from operating activities	-13,112	-9,747	3,354
Cash flow for the period	-22,022	-13,187	7,824
Cash and cash equivalents	38,356	39,060	59,546
Order backlog	654,160	460,209	630,322

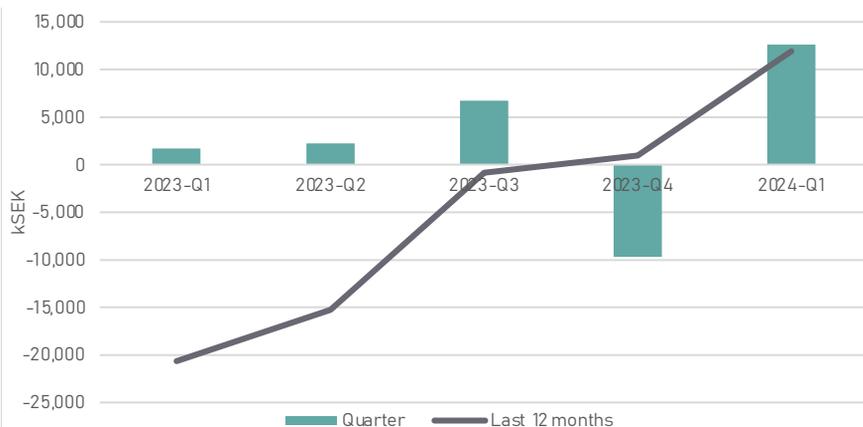
* Basic and diluted earnings per share Jan-Mar 2023 has been recalculated after the consolidation of shares in November 2023

NET SALES AND EBITDA BY QUARTER

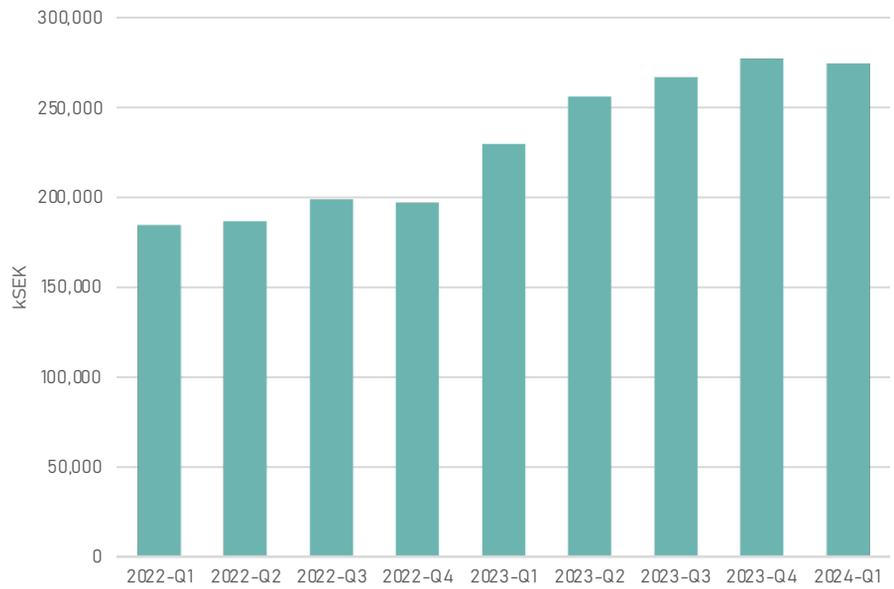
NET SALES – PER QUARTER



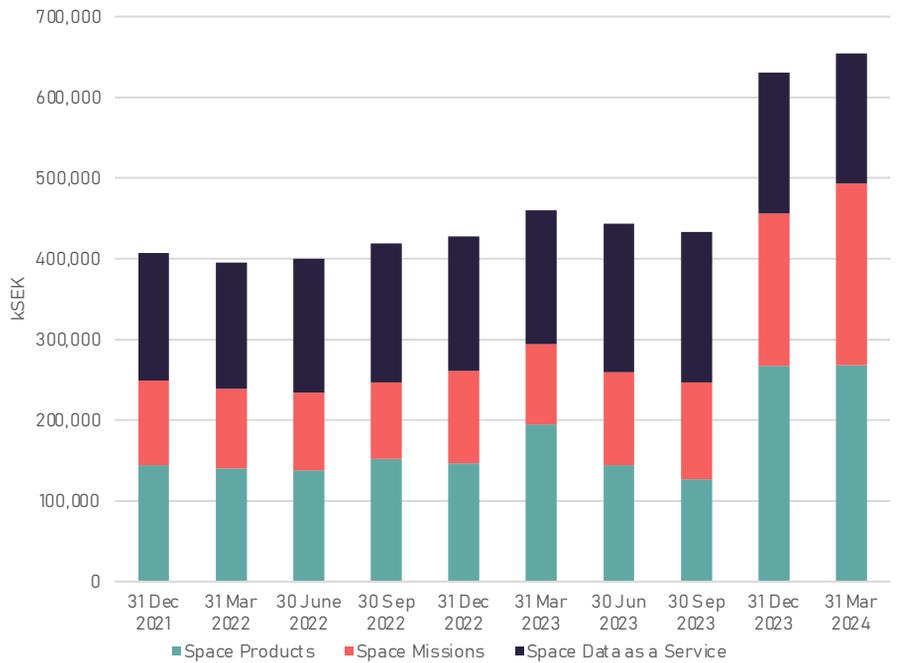
EBITDA – PER QUARTER



NET SALES - LAST 12 MONTHS



ORDER BACKLOG





COMMENTS FROM THE CEO

An eventful start to the year

The first quarter of 2024 has been an eventful period for AAC Clyde Space with several new milestones reached, new contracts signed and organisational changes.

We started the year with two exciting announcements, both demonstrating our growth as a company: in January we announced the successful in-orbit demonstration of our CubeCAT laser communications terminal, together with our Dutch partners. In February we were delighted to see that one of our Starbuck power systems had enabled the successful mission of IM-1, the first US moon lander since 1972. It is great to see a new product coming on line, and an existing one working so perfectly in the harsh moon environment.

In the first quarter, we implemented a change to our operational organisation, making the company more focused on delivery to our customers and ensuring that we are ready for growth. We created three new business lines dedicated to delivering the business on the three areas that we operate in: Data & Services, Missions, and Products. This change will improve our current delivery capability and prepare the company's growth in the years to come.

Financially, the quarter was generally positive, delivering comparable net sales to the previous quarter with a strong positive EBITDA and a growing order backlog. The results were affected by the total loss of the Kelpie-1 satellite, leading to a reduction of net sales in our Data & Services business, but a strong positive EBITDA following the insurance payment for the satellite. Our net sales for the first quarter suffered from delays to the start of service of our EPICHyper satellites and the loss of data from the two Kelpie satellites. We expect to recover the revenue later this year and in subsequent years as data deliveries pick up. The EBITDA of Missions continued to be negative, but as we deliver our legacy mission projects, and start our new ones based on our standard platforms, we will see an improvement in the performance of the business line and expect a positive EBITDA for the year. We maintain our guidance for the year of net sales in the SEK 430M to SEK 500M range, with an EBITDA between 5% and 10%.

We won a large order for a constellation of satellites in March, that will see AAC Clyde Space delivering 11 kits of satellites to be assembled in Portugal and we signed the first contract to manufacture satellites in AAC Space Africa. These contracts show that our strategy of targeting the satellite constellation market and of exploring new geographies is starting to deliver strong results.

The manufacture of the first two xSPANCION satellites continues at pace, with the first satellite planned for launch in the first half of 2025, soon followed by the second one. Later this year we will start the manufacture of the next batch of satellites, but these will be crucial for the growth of our Space Data as a Service Business.

The first quarter was a busy period for our teams across the world, delivering on our plan to make space more accessible, affordable and useful for all. Over the next few months, as more of our SDaaS services come on line, our first VDES satellite is commissioned and we see the launch of the Arctic Weather Satellite, we will see an increased output of data from missions and products that we delivered, helping to make our world a safer place.

Luis Gomes
CEO

FINANCIAL OVERVIEW

Earnings before interest, tax, depreciation and amortisation (EBITDA) amounted to SEK 12.7 M (1.7)

The net effect from an insurance payout relating to an underperforming satellite on EBITDA was SEK 12.6 M

The order backlog amounted to SEK 654.2 M (460.2)

First quarter 2024

Sales and earnings

Net sales amounted to SEK 71.4 M (73.9), a decrease of 3.5 %. Total revenue, including an insurance payout relating to a satellite not performing as expected of SEK 13.5 M (0) and work performed by the company for its own use and capitalised, amounted to SEK 97.4 M (87.1). The order backlog amounted to SEK 654.2 M (460.2).

The gross margin was 56 % (57). Personnel costs and Other external expenses amounted to SEK 52.2 M (51.5).

EBITDA amounted to SEK 12.7 M (1.7). The net effect from the insurance payout relating to the under-performing satellite on EBITDA was SEK 12.6 M. EBIT totalled SEK -3.8 M (-5.4) including impairment of SEK -6.5 M (0) of the satellite not performing as expected. The loss after tax was SEK -3.2 M (-6.5).

Investments and financial position

Available cash and cash equivalents as of 31 March 2024 totalled SEK 38.4 M (39.1). Used bank overdraft facility totalled SEK 25.4 M (18.5) of the total available overdraft facility of SEK 30.0 M (30).

Cash flow from operating activities for the period amounted to SEK -13.1 M (-9.7).

The Group's investments in non-current assets for the period totalled SEK 7.6 M (13.9), of which intangible assets accounted for SEK 3.9 M (8.1).

Other receivables increased to SEK 105.7 M (56.7) mainly due to accrued royalties. Other current liabilities increased to SEK 232.7 (148.5) mainly due to increased prepayments from customers and utilization of the overdraft facility.

The equity ratio amounted to 71 % (73).

Personnel and organisation

There were 190 employees (189) at the end of the period.

Parent Company

Parent Company net sales for the period totalled SEK 19.5 M (17.0), and the result after tax was SEK -2.8 M (-4.1). Investments in non-current assets amounted to SEK 0.7 M (0.1). The equity ratio amounted to 87 % (86).

2024 Annual General Meeting

The Annual General Meeting will be held in Uppsala at 1:00 p.m. CEST on 23 May 2024.

The share

AAC Clyde Space's share is traded on Nasdaq First North Premier Growth Market under the symbol AAC. The share is also traded on the American OTCQX market under the symbol ACCMF.

As of 31 March 2024, 5,703,835 shares had been issued at a quotient value of SEK 2.00 per share. All shares carry equal rights to the company's profits and assets. On 31 March 2024, the number of shareholders totalled 11,828. A table with the largest shareholders can be found on page 18 in this report.

Incentive programs

An Extraordinary General Meeting on 1 November 2023 resolved to consolidate shares, combining 50 shares into 1 new share. Fifty (50) warrants are now required to subscribe for one (1) share, previously one (1) warrant was required to subscribe for one (1) share. The subscription prices have also been recalculated following the consolidation.

The AGM in May 2022 resolved on a directed issue of warrants to the Board and to all employees. Fifty (50) warrants entitle the holder to subscribe for one new share at a subscription price of SEK 94.65. The warrants can be exercised during the period through 1 July 2025 until 31 December 2025:

- As of 31 March 2024, Board members had subscribed for 258,333 warrants (incentive scheme 2023/2026:A)
- As of 31 March 2024, employees in Sweden had subscribed for 1,216,666 warrants (incentive scheme 2023/2026:A)
- As of 31 March 2024, employees outside of Sweden had subscribed for 1,628,333 warrants (incentive scheme 2023/2026:A)

A total of 3,103,332 warrants have been subscribed for, which entails a potential dilution effect of around 1 % and that AAC Clyde Space will potentially raise approximately SEK 5.9 M.

The AGM in May 2023 resolved on a directed issue of warrants to the Board and to all employees. Fifty (50) warrants entitle the holder to subscribe for one (1) new share at a subscription price of SEK 37.66 per share. The warrants can be exercised during the period through 1 July 2026 until 31 December 2026:

- As of 31 March 2024, Board members had subscribed for 246,925 warrants (incentive scheme 2023/2026:C)
- As of 31 March 2024, employees in Sweden had subscribed for 769,825 warrants (incentive scheme 2023/2026:A)
- As of 31 March 2024, employees outside of Sweden had subscribed for 1,713,950 warrants (incentive scheme 2023/2026:B)

A total of 2,730,700 warrants have been subscribed for, which entails a potential dilution effect of around 1 % and that AAC Clyde Space will potentially raise approximately SEK 2.1 M.

Related-party transactions

During the period, Board members have invoiced the company on market terms for the performance of consultant services linked to the company's operations. The services were performed primarily by the Chairman of the Board, refer to Note 6.

Significant risks and uncertainties

An account of the Group's material financial and business risks can be found in the administration report and under Note 3 in the 2023 Annual Report. No further significant risks are deemed to have arisen during the period.

Reporting calendar

Interim Report Jan-Jun 2024	15 August 2024
Interim Report Jan-Sep 2024	7 November 2024
Year-end Report 2024	20 February 2025

The Annual Report and interim reports are available on the company's website:

<https://investor.aac-clyde.space/en/financial-reports/>

Certification

The Board of Directors and CEO give their assurance that the January-March 2024 provides a true and fair account of the Parent Company's and Group's operations, financial position, and results, and that it describes the material risks and uncertainties faced by the Parent Company and the companies that form the Group.

Uppsala on 16 May 2024

Rolf Hallencreutz
Chairman of the Board

Per Aniansson
Board member

Per Danielsson
Board member

Dino Lorenzini
Board member

William Whitehorn
Board member

Luis Gomes
CEO

Questions may be directed to:

CEO Luis Gomes, investor@aac-clydespace.com

CFO Mats Thideman, investor@aac-clydespace.com, mobile +46 (0)70-556 09 73

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

ABOUT AAC CLYDE SPACE

AAC Clyde Space specialises in small satellite technologies and services that enable businesses, governments and educational organisations to access high-quality, timely data from space. Its growing capabilities bring together three divisions:

Space Data as a Service – delivering data from space directly to customers

Space missions – turnkey solutions that empower customers to streamline their space missions

Space products and components – a full range of off-the-shelf and tailor-made subsystems, components and sensors

AAC Clyde Space aims, in our chosen markets, to become a world leader in commercial small satellites and services from space, applying advances in its technology to tackle global challenges and improve our life on Earth.

The Group's main operations are located in Sweden, the United Kingdom, the Netherlands, South Africa and the USA, with partner networks in Japan and South Korea.

AAC Clyde Space AB (Corp. Reg. No. 556677-0599) has its registered office in Uppsala at Uppsala Science Park, Dag Hammarskjölds väg 48, SE-751 83 Uppsala, Sweden.

AAC Clyde Space's shares are traded on Nasdaq First North Premier Growth Market. Carnegie Investment Bank AB is the Certified Adviser.

The share is also traded on the OTCQX-market under the symbol ACCMF.

FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

kSEK	Jan-Mar 2024	Jan-Mar 2023	Full-Year 2023
Net sales	71,439	73,901	276,605
Work performed by the company for its own use and capitalised	6,085	8,690	29,349
Other operating income	19,851	4,514	19,500
TOTAL	97,375	87,105	325,454
Raw materials and subcontractors	-31,183	-31,817	-105,005
Personnel costs	-42,053	-40,060	-163,463
Other external expenses	-10,170	-11,483	-44,517
Other operating expenses	-1,254	-2,034	-11,489
EBITDA	12,715	1,711	980
Depreciation/amortisation and impairment of tangible and intangible assets	-16,536	-7,137	-37,812
EBIT	-3,821	-5,426	-36,832
Financial income	2,190	374	4,414
Financial expenses	-1,730	-854	-8,640
Net financial items	460	-480	-4,226
Income tax	172	-554	-504
PROFIT/LOSS FOR THE PERIOD BEFORE NCI	-3,189	-6,460	-41,562
Net Income attr to Non-controlling interests	102	-	199
PROFIT/LOSS FOR THE PERIOD ATTRIBUTED TO PARENT COMPANY SHAREHOLDERS	-3,087	-6,460	-41,363
Other comprehensive income:			
Items that may be transferred to profit or loss			
Exchange-rate differences	25,065	7,007	1,965
Other comprehensive income for the period	25,065	7,007	1,965
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTR TO PARENT COMPANY SHAREHOLDERS	21,978	547	-39,398

EARNINGS PER SHARE, BASED ON PROFIT FOR THE PERIOD ATTRIBUTABLE TO PARENT COMPANY SHAREHOLDERS*

SEK	Jan-Mar 2024	Jan-Mar 2023	Full-Year 2023
Average no. of shares – basic	5,703,835	4,096,220	4,762,058
No. of shares at end of period	5,703,835	4,096,220	5,703,835
Average no. of shares – diluted	5,718,825	4,096,220	4,780,004
Basic and diluted earnings per share	-0.56	-1.58	-8.73
Diluted earnings per share	-0.56	-1.58	-8.73

*A consolidation of shares 1:50 took place in November 2023. Historical earnings per share have been recalculated to have a fair comparison.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

kSEK	31 Mar 2024	31 Mar 2023	31 Dec 2023
ASSETS			
Non-current assets			
Intangible assets	696,889	676,211	672,606
Tangible assets	71,423	67,101	73,567
Financial assets	-	-	-
Total non-current assets	768,312	743,312	746,173
Current assets			
Inventories	22,899	21,791	22,088
Accounts receivable	31,743	47,197	23,513
Other receivables	105,681	56,676	87,050
Cash and cash equivalents	38,356	39,060	59,546
Total current assets	198,679	164,724	192,197
TOTAL ASSETS	966,991	908,036	938,370
EQUITY AND LIABILITIES			
Equity attributable to Parent Company shareholders	685,741	663,901	663,565
Equity attributable to Non-Controlling Interest	-939	-	-813
Total Equity	684,802	663,901	662,752
Non-current liabilities			
Lease liabilities	8,883	10,432	10,150
Other non-current liabilities	-	11,857	354
Deferred tax liabilities	15,180	18,775	15,724
Total non-current liabilities	24,063	41,064	26,228
Current liabilities			
Accounts payable	25,453	54,554	36,412
Other liabilities	232,673	148,517	212,978
Other current liabilities	258,126	203,071	249,390
TOTAL EQUITY AND LIABILITIES	966,991	908,036	938,370

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

kSEK					Retained earnings incl.			Total equity
	Share capital	Ongoing new issue	Other contributed capital	Reserves	profit/loss for the period	Total equity attributable to shareholders	Non-controlling interest	
Opening balance, 1 January 2023	8,192	0	892,848	66,462	-303,996	663,506	0	663,506
Profit/loss for the period					-6,460	-6,460		-6,460
Other comprehensive income				7,077		7,077		7,077
Total comprehensive income	0	0	0	7,077	-6,460	617		617
Transactions with shareholders								
Correction of conversion differences			-1,134		636	-498		-498
Warrants T02020/2023			42			42		42
Warrants T02022/2025			234			234		234
Closing balance, per 31 Mar 2023	8,192	0	891,990	73,539	-309,820	663,901	0	663,901
Opening balance, 1 January 2024	11,408	0	928,671	68,427	-344,939	663,565	-813	662,752
Profit/loss for the period					-3,087	-3,087	-102	-3,189
Other comprehensive income				25,065		25,065	-26	25,039
Total comprehensive income	0	0	0	25,065	-3,087	21,978	-128	21,850
Transactions with shareholders								0
Transaction between owners						0		0
Rights share issue						0		0
Issue expenses						0		0
Non-cash issue – acquisition of Omnisys						0		0
Directed share issue						0		0
Warrants T02022/2025					111	111		111
Warrants T02023/2026					90	90		90
Closing balance, per 31 Mar 2024	11,408	0	928,671	93,491	-347,829	685,741	-939	684,802

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

kSEK	Jan-Mar 2024	Jan-Mar 2023	Full-Year 2023
Cash flow from operating activities before changes in working capital	12,230	195	-7,012
Total changes in working capital	-25,342	-9,942	10,366
Cash flow from operating activities	-13,112	-9,747	3,354
Cash flow from investing activities	-7,593	-13,929	-47,672
Cash flow from financing activities	-1,317	10,489	52,142
CASH FLOW FOR THE PERIOD	-22,022	-13,187	7,824
Cash and cash equivalents at start of period	59,546	52,100	52,100
Exchange-rate differences in cash and cash equivalents	832	147	-378
CASH AND CASH EQUIVALENTS AT END OF PERIOD	38,356	39,060	59,546

CONDENSED PARENT COMPANY INCOME STATEMENT

kSEK	Jan-Mar 2024	Jan-Mar 2023	Full-Year 2023
Net sales	19,469	17,045	108,335
Work performed by the company for its own use and capitalised	546	-	1,390
Other operating income	3,557	767	5,112
Total operating income	23,572	17,812	114,837
Raw materials and subcontractors	-4,171	-3,639	-20,012
Personnel costs	-10,444	-8,454	-39,373
Other external expenses	-10,990	-9,115	-37,773
Other operating expenses	-485	-513	-7,310
EBITDA	-2,518	-3,909	10,369
Depreciation/amortisation and impairment of tangible and intangible assets	-273	-160	-786
EBIT	-2,791	-4,069	9,583
Interest income and similar profit/loss items	831	346	2,339
Interest expenses and similar profit/loss items	-835	-420	-4,429
Total earnings from financial items	-4	-74	-2,090
PROFIT AFTER FINANCIAL ITEMS	-2,795	-4,143	7,493
Tax on profit/loss for the period	-	-	-
Profit/loss for the period	-2,795	-4,143	7,493

In the Parent Company, no items are recognised in other comprehensive income and, therefore, total comprehensive income for the period was consistent with profit/loss for the period.

CONDENSED PARENT COMPANY BALANCE SHEET

kSEK	31 Mar 2024	31 Dec 2023	31 Dec 2023
ASSETS			
Non-current assets			
Intangible assets	4,887	3,352	4,282
Tangible assets	863	1,094	1,006
Receivables from Group companies	33,828	14,061	29,275
Financial assets	525,983	525,569	525,502
Total non-current assets	565,561	544,076	560,065
Current assets			
Inventories	4,988	6,395	5,881
Accounts receivable	5,349	19,630	7,260
Receivables from Group companies	42,437	34,587	43,452
Other receivables	43,789	8,988	40,322
Cash and bank balances	338	752	6,672
Total current assets	96,901	70,352	103,587
TOTAL ASSETS	662,462	614,428	663,652
EQUITY AND LIABILITIES			
Equity			
Restricted equity	14,952	9,538	13,030
Unrestricted equity	558,481	516,125	562,995
Total equity	573,433	525,663	576,025
Non-current liabilities			
Other non-current liabilities	10,000	21,857	10,000
Total non-current liabilities	10,000	21,857	10,000
Current liabilities			
Accounts payable	4,715	16,144	8,430
Liabilities to Group companies	7,818	12,732	6,937
Other liabilities	66,496	38,032	62,260
Other current liabilities	79,029	66,908	77,627
TOTAL EQUITY AND LIABILITIES	662,462	614,428	663,652

SHAREHOLDERS AS OF 31 MARCH 2024

SHAREHOLDERS	NO. OF SHARES	VOTES & CAPITAL
CBNY-RJA-CLIENT ASSET ACCT*	624,000	10.94%
AVANZA PENSION	393,290	6.90%
AESA2104 AB	125,848	2.21%
NORDNET PENSIONSFORESKRING AB	106,498	1.87%
Walldow, Anders	76,800	1.35%
Hielte, Fabian	74,881	1.31%
Soltorpet AB	69,166	1.21%
Kock, John	52,750	0.92%
EUROCLEAR BANK S.A/N.V, W8-IMY	52,535	0.92%
C In t Veld Beheer BV	51,700	0.91%
Others	4,076,367	71.47%
TOTAL	5,703,835	100.0%

* Refers to SpaceQuest's previous owners

NOTES

NOTE 1 GENERAL INFORMATION

AAC Clyde Space AB (publ) Corp. Reg. No. 556677-0599 is the Parent Company registered in Sweden with its registered office in Uppsala at Uppsala Science Park, Dag Hammarskjölds väg 48, SE-751 83 Uppsala, Sweden.

Unless otherwise stated, all amounts are in thousands of SEK (kSEK). Data in parentheses pertain to the comparative period.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This Interim Report has been prepared in accordance with IAS 34 Interim Financial Reporting.

The Parent Company's interim report has been prepared in accordance with the Swedish Annual Accounts Act and recommendation RFR 2 of the Swedish Financial Reporting Board.

The accounting policies applied agree with those described in the AAC Clyde Space Group's Annual Report for 2023.

NOTE 3 SEGMENT INFORMATION

Description of segments and primary activities

AAC Clyde Space's strategic steering group, consisting of its Chief Executive Officer, Chief Financial Officer, Chief Technology Officer, Chief Commercial Officer, President Data & Services, President Missions, President Products, Deputy CFO & Director of Finance UK, Chief People Officer and Chief Scientific Officer, corresponds to the chief operating decisionmaker (CODM) for the AAC Clyde Space Group and evaluates the Group's financial position and performance as well as makes strategic decisions. Company management has determined the operating segments based on the information reviewed by the executive committee for the purposes of allocating resources and assessing performance.

AAC Clyde Space has changed its organisation as it prepares for further expansion. The organisation has changed, from being managed by site (previous segments) to be managed by three new segments: AAC Data & Services, AAC Missions and AAC Products. The change enables AAC Clyde Space to deliver the best service to its customers.

The strategic steering group three reportable segments in the Group's operations:

AAC Data & Services

AAC Data & Services provides Space Data as a Service, delivering high-quality data to our clients and helping them to improve life on earth. Our services allow customers to subscribe to our space-based data for a fixed period with the option for a longer duration, as well as working together to define and deliver a custom data-set for a bespoke service. We can provide that data through an individual tailored mission, where we build, own and operate the satellite to provide the data the customers need, or we can provide data from our existing assets in space, serving multiple customers.

AAC Missions

We offer turnkey solutions that empower customers to streamline their space missions. We operate in the premium segment of the 1-50kg satellite market, manufacturing fully assembled satellite platforms for direct sale or as a comprehensive mission package, including: mission design, manufacturing and integration of components, launch and ground services.

AAC Products

We manufacture standardised, miniaturised, advanced instruments, subsystems and components for cube and small satellites (up to 500kg), for use in our own platforms and missions and for direct sale. Our off-the-shelf subsystem range includes power, ADCS and on-board data handling solutions, which can be customised to meet the demands of specific missions. We also supply communication systems both traditional radio frequency based systems and cutting edge laser communication terminals, and are working to create AI capabilities for small satellites. Licenses and royalties are included in the segment.

The strategic steering group primarily uses total net sales and earnings before interest, tax, depreciation and amortisation (EBITDA, see below) in assessing the operating segment's performance. Other segments include costs related to Group management and finance, stock exchange and Board of Directors.

January - March 2024						
kSEK	AAC Data & Services	AAC Missions	AAC Products	Other segments	Eliminations	Total
Net sales by segment	14,647	19,620	47,887	-	-10,715	71,439
EBITDA by segment	12,629	-621	6,029	-5,707	385	12,715

January - March 2023						
kSEK	AAC Data & Services	AAC Missions	AAC Products	Other segments	Eliminations	Total
Net sales by segment	4,525	6,996	67,478	-	-5,098	73,901
EBITDA by segment	1,263	-4,376	10,561	-5,767	30	1,711

January - December 2023						
kSEK	AAC Data & Services	AAC Missions	AAC Products	Other segments	Eliminations	Total
Net sales by segment	29,718	29,081	237,052	-	-19,247	276,605
EBITDA by segment	19,623	-30,262	38,067	-24,087	-2,361	980

NOTE 4 FINANCIAL INSTRUMENTS – FAIR VALUE OF FINANCIAL LIABILITIES MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

As of 31 March 2024, there were no financial liabilities measured at fair value in addition to what is stated below. Fair values for foreign currency forwards are found in Level 2 of the fair value hierarchy.

Liabilities for the additional purchase consideration for shares in Omnisys are measured at fair value. Fair values for additional purchase considerations are found in Level 3 of the fair value hierarchy.

Definitions of the levels in the fair value hierarchy:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as price listings) or indirectly (i.e. derived from price listings).

Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The carrying amounts for liabilities to credit institutions recognised at amortised cost correspond to their fair values for the current period and the comparative period.

NOTE 5 RELATED-PARTY TRANSACTIONS

During the period, four Board members have invoiced the company SEK 249 k (208) at market rates for the performance of consultant services linked to the company's operations.

NOTE 6 FINANCIAL KEY PERFORMANCE INDICATORS

Definitions of key performance indicators

Equity ratio, % Equity divided by total assets

EBITDA Operating profit/loss before depreciation/amortisation of tangible and intangible assets

Order backlog The total at the end of the period of remaining unearned project revenue on confirmed orders, including products that have yet to be delivered or invoiced

Gross margin Net sales less Raw materials and subcontractors divided by Net sales