A photograph of a satellite in space. The satellite is a large, rectangular, gold-colored structure with various panels and antennas. It is positioned in the foreground, angled towards the viewer. In the background, another satellite is visible, smaller and further away, also in a similar orientation. The Earth's horizon is visible in the middle ground, showing a blue sky and white clouds. The sun is visible in the upper left, creating a bright lens flare effect.

Interim Report
for 1 January - 30 September 2016

1 JULY - 30 SEPTEMBER 2016 (2015)

- Net revenues increased to SEK 12.2 million (9.0)
- Gross margin increased to 44% (33%)
- Operating profit for the period increased to SEK negative 0.36 million (negative 0.95)
- Earnings per share were negative SEK 0.04 (negative 1.15)

1 JANUARY - 30 SEPTEMBER 2016 (2015)

- Net revenues increased to SEK 37.1 million (22.1)
- Gross margin increased to 58% (30%)
- Number of employees increased to 55 (31), corresponding to 38 (29) full-time employees
- Operating profit for the period increased to SEK 2.21 million (negative 8.33)
- Earnings per share were SEK 0.04 (negative 9.50)

THE THIRD QUARTER INTERIM REPORT FOR GS SWEDEN AB (PUBL). THE INFORMATION IN THIS INTERIM REPORT IS SUCH THAT GS SWEDEN AB IS REQUIRED TO DISCLOSE IN ACCORDANCE WITH THE EU'S MARKET ABUSE REGULATION AND THE SWEDISH SECURITIES MARKET ACT. THE INFORMATION WAS SUBMITTED FOR PUBLICATION ON NOVEMBER [28], 2016, [12.00] (CET). N.B. THE ENGLISH TEXT IS AN UNOFFICIAL TRANSLATION AND IN THE CASE OF A DISCREPANCY BETWEEN THE SWEDISH TEXT AND THE ENGLISH TRANSLATION, THE SWEDISH TEXT SHALL PREVAIL.

Message from the CEO

GomSpace (GS Sweden AB) hereby presents its second quarterly report as a listed company on Nasdaq First North, premier in Stockholm.

We are pleased that we can inform you that we are following our growth plans, and are performing as expected.

But before I turn to those subjects, I would like to describe the manner in which we at GomSpace (GS Sweden AB) see the opportunities facing us, and the future development of the nanosatellite market.

At GomSpace (GS Sweden AB, soon to be named GomSpace Group AB), it is our mission to help teams across the globe achieve their goals in space. We are doing this by making nanosatellites, the preferred choice for our customers having a demand for professional, mission-critical radio based surveillance and communication solutions.

Nanosatellites provide a great opportunity to disrupt the conventional satellite industry. Due to the miniaturization and reduction in the cost of electronics, and due to increased launch opportunities, nanosatellites have emerged in the satellite industry at a time when the demand for communication, tracking of assets via the Internet and other information gathering are all exploding.

We see all this as an industrialization of space, which is currently underway. This implies that the dynamics of the space business must change. It will be necessary to cover larger portions of the globe, it will be necessary for the satellites to be up to date in terms of technology and it will be necessary to ensure that the cost of the satellites is reduced substantially to make nanosatellites a viable choice.

Nanosatellite technology possess all of the capabilities needed to make the use of space technology much more dynamic than it is today. We can utilize the fact that electronic components have become much smaller and we can, thereby, produce smaller, lighter and much less expensive satellites. We can keep the performance of the satellite technologically up to date by tapping on to the general development of semiconductors. This enables our customers to enhance the performance of their services provided to their customers on a more frequent basis.

These nanosatellite capabilities will, therefore, make the industrialization of space much more viable.

We see developments in three phases:

The first, during which the use of nanosatellites was demonstrated, is now over.

The second is the phase in which defined global mission types are being demonstrated that can lead up to specific services with large satellite constellations. This phase will always comprise an important phase in an investment in large constellations. At the current size of the nanosatellites market, these activities will continue to result in high growth in that market.

The third phase is the investment in full constellations to provide services to end-users. Here, there are a few projects underway, but we expect that the larger projects will come in 2 or 3 years from now. At that time, we expect that the nanosatellite market will grow dramatically during a period of 10 to 15 years.

To ensure that we are positioned to play a major role in this development, we are implementing the investment program which was announced in our IPO.

The status is as follows:

- We are implementing sales organisations in the US and Singapore; these are expected to be in operation in the first quarter of 2017.
- We are investing in recruiting and training personnel for our project organisation, production, R&D, sales and administration. To keep up with these demands, a HR recruitment function has been established.
- We are investing in new production facilities; these will be operational from the first quarter 2017.
- We have established a subsidiary, GomSpace Orbital, that will invest in securing a launch capability for equatorial orbit in 2018.
- We are establishing a minority subsidiary, Aerial & Maritime, together with the Danish investment bank for developing countries (IFU), that will establish airline tracking and tracking sea vessel based on our ADS-B capabilities.
- We are investing in implementing an ERP System and we are investing in the implementation of AS9100 quality assurance procedures.

In addition to these investment activities that are carried out in GomSpace ApS in Denmark, we have invested in acquiring NanoSpace AB in Uppsala, Sweden.

NanoSpace AB is important for GomSpace (GS Sweden AB) for two reasons:

First, this is important because NanoSpace is a leading specialist in propulsion systems. A propulsion unit is a device with a small pressure tank and small valves that can act as a small rocket changing the relative position of the nanosatellites in their orbit. This is very important in order for the nanosatellites to fly in constellations.

Secondly, this acquisition is significant because it is also very important to establish GomSpace with operations in Sweden, where there are business opportunities and where we have the majority of our shareholders. We expect that future recruitment will also take place in Sweden.

We are very happy that it has been possible to reach an agreement with the Swedish Space Corporation (SSC), for the acquisition of NanoSpace AB. It is very important to maintain a close relationship with SSC with regards to the Swedish space environment. It has been agreed that SSC will nominate a candidate for the Board of Directors of GS Sweden AB at the next general meeting of shareholders.

The results of the first three quarters of the year were satisfactory, and within our expectations. The gross margin is 58% in the first nine months, which is very strong. The investment program is being implemented, and this is reflected in the 3rd quarter results, which was expected.

As stated previously, we will stay in close contact with our shareholders. This will take place through 4 annual investor meetings, of which 2 will be in Sweden and 2 in Denmark. In order that our shareholders can follow GomSpace in the best possible manner, we suggest that they sign up for our newsletter and follow us on LinkedIn, Facebook and Twitter. Please visit our website for further instructions.

GomSpace is active with regards to press coverage and relationships with governmental authorities. We have been featured in a large number of newspaper articles in Denmark, as well as being featured on national television a number of times.

During our second quarter as a listed company, the third quarter 2016, we announced the following major achievements to the stock market:

- Acquisition of NanoSpace AB in Uppsala, Sweden to build up additional Swedish activities and broaden the Company's product portfolio and advanced propulsion technology.
- Agreement signed with HawkEye 360 aimed at enabling commercial applications, such as allowing government and corporate customers to dynamically monitor transportation networks across air, land and sea.
- Private placement of SEK 25 million allowing GomSpace to proceed with the full business plan as described in the prospectus.

I would like to express my gratitude to all of our employees as they comprise the solid, loyal cornerstone of our daily efforts to live up to the expectations of our shareholders.

Thank you very much for your interest in our progress and in this third quarter interim report.

Stockholm 28. November 2016



A handwritten signature in blue ink, which appears to be 'Niels Buus'. The signature is stylized and written in a cursive-like font.

Niels Buus
CEO

Significant events during the period



HawkEye 360 Selects GomSpace to Manufacture Pathfinder Mission Payload (31/8-2016)

HawkEye 360 plans to harness the proven expertise in small-satellite radio and antenna technology within GomSpace ApS for its pathfinder mission, which is scheduled to be launched in late 2017. HawkEye 360 has chosen to utilize GomSpace's technology to develop one of the world's first privately funded, space-based global wireless monitoring systems. The aim of the mission is to enable commercial applications, such as making possible the dynamic monitoring of transportation networks across air, land and sea by governments and corporate customers. In selecting GomSpace ApS, CEO and co-founder of HawkEye 360, Chris DeMay, praised GomSpace ApS for its strong and well established set of small satellite components and payloads, and also referred to this technology as "an important step forward" in HawkEye 360's development of on-orbit capabilities.



GomSpace (provider of nanosatellites) has entered into a non-binding Letter of Intent to acquire all shares in NanoSpace AB (19/8-2016)

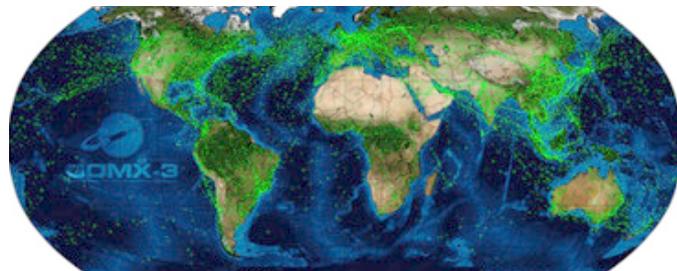
The Company's non-binding Letter of Intent was generated from the desire to build up additional Swedish activities, alongside the purpose of broadening the Company's product portfolio, and the advanced propulsion technology of NanoSpace AB was exactly what the Company needed. The acquisition, itself, was paid for through 600,000 newly issued shares in GS Sweden AB and via a cash payment of SEK 3,000,000, with the potential dilution at approximately 2.75% for the current shareholders.



GomSpace (provider of nanosatellites) makes a private placement of SEK 25 million to a group of private investors (1/7-2016)

On the first of July 2016, a limited number of investors undertook a private placement of SEK 25 million, equivalent to 2,000,000 new shares, at a fixed price of SEK 12.50 per share, all of which was generated by the interest shown by investors - in effect, allowing GomSpace to proceed with the full business plan as described in the prospectus. The reason for the private placement was to strengthen the financial position of GomSpace ApS, as well as bringing in larger shareholders into the Company. This private placement implied that the Swedish Companies Registration Office registered an increase in the share capital by SEK 140,000 from SEK 1,533,513.38 (after final registration of the initial public offering) to SEK 1,673,513.38, and the total number of shares increased by 2,000,000 from 21,907,334 to 23,907,334.

Significant events after the accounting period

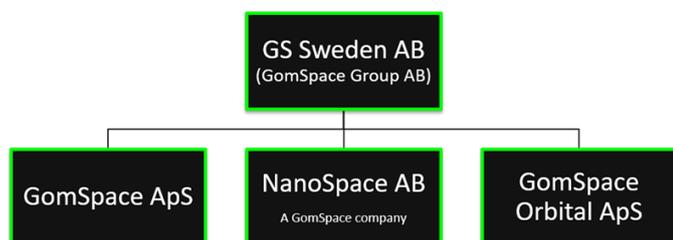


GomSpace is incubating a new subsidiary in Mauritius for tracking commercial aircraft and merchant ships in the equatorial region (14 November 2016)

On November 14, 2016, GS Sweden AB (the “Company” or “GomSpace”) registered a new subsidiary – Aerial & Maritime Ltd. The company has been incorporated in Mauritius. The object of Aerial & Maritime Ltd (“A&M”) is to own and operate a constellation of nanosatellites to be launched into a low-inclination equatorial orbit. These satellites will be capable of monitoring the whereabouts of civilian aircraft and sea vessels in an area spanning from 37 Degrees North to 37 Degrees South Latitude, using ADS-B and AIS signals, respectively.

GomSpace – GOMX-3 mission completed and de-orbited according to plan (21/10-2016)

In a press release dated 21st of October, GomSpace ApS announced that the successful GomX-3 satellite re-entered the atmosphere over the North Atlantic Ocean and, in the process, burned up completely. The satellite, which was designed to be fully compliant with Space Debris Mitigation Guidelines issued by the United Nations to ensure safe re-entry processes for satellites, successfully concluded its mission.



GomSpace establishes a new Danish subsidiary to facilitate satellite launches (11 November 2016)

On November 11, 2016, GS Sweden AB (the “Company” or “GomSpace”) registered a new Danish subsidiary - GomSpace Orbital ApS.

The object of GomSpace Orbital ApS (“Orbital”) is to develop projects and establish partnerships to help facilitate access in order to launch services to all GomSpace customers within the Group. The establishment of the new Danish subsidiary does not entail any direct costs for the Company, other than a contribution of share capital. Orbital is expected to contribute to the turnover and results of the operations of GomSpace on a long-term basis.

GomSpace completed the acquisition of NanoSpace AB and registered newly issued shares as a result of this acquisition (18/10-2016)

The acquisition of NanoSpace has been finalized, with a payment of 600,000 newly issued shares, as part of the cash payment of 3,000,000. This results in share capital totalling SEK 1,715,513.38, with a total of 24,507,334 shares.

GomSpace completes acquisition of NanoSpace AB (16/10-2016)

The non-binding Letter of Intent to acquire 100% of NanoSpace AB, announced in a press release of the 19th of August 2016, stipulated that GomSpace ApS would begin its due diligence to acquire NanoSpace AB. This due diligence work is now completed and GomSpace ApS has acquired NanoSpace AB. The purchase will be paid for with 600,000 newly issued shares and a cash payment of SEK 3,000,000, implying an approximate dilution of 2.75% for the current

shareholders. Niels Buus, CEO at GomSpace emphasises that the acquisition of NanoSpace AB underpins the Company's stated intent to build a substantial presence in Sweden in order to expand engineering capabilities and further develop its business.



ESA and GomSpace Sign Contract to Launch Advanced Nanosatellite (10/10-2016)

In October 2016, ESA and GomSpace signed a contract with a value of 1.2M €, to launch the advanced 6U nanosatellite GomX-4B. GomSpace will assume prime responsibility for the satellite platform, the inter-satellite communication subsystem and for the integration of partner contributions and NanoSpace, who will be delivering the cold-gas propulsion system for station keeping. GomX-4B is to be launched, together with GomX-4A, to demonstrate inter-satellite linking and station keeping capabilities. The launch of both the GomX-4B and GomX-4A is scheduled for the end of 2017, with the planned mission operations to be completed during 2018.



AISTECH places an order in an amount of 200,000 € with GomSpace for the delivery of a full platform and payload for their first nanosatellite (4/10-2016)

GomSpace's record of 40 successful space missions has been a key factor in AISTECH's decision to place an order with GomSpace totalling 200,000 €. AISTECH wishes to set up a nanosatellite network focussing on three business areas: Asset tracking and bidirectional communication, thermal imaging from space and aviation tracking and position management – where GomSpace's CEO Niels Buus is confident that GomSpace will be able to ensure that AISTECH's requirements are fulfilled. The CEO states that he believes that the Company's platforms and nanosatellites will help AISTECH achieve its goals in space.

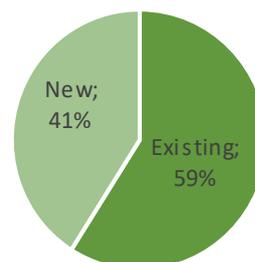
Financial performance in the third quarter of 2016 (2015)

Revenue

Revenues for the third quarter of 2016 amounted to SEK 12.2 million (9.0), corresponding to an increase of 35% compared with the same period in 2015. Sales of goods amounted to SEK 4.4 million (3.3), corresponding to an increase of 33% and contract work amounted to SEK 7.8 million (5.7), corresponding to an increase of 37%. Furthermore, in the third quarter, sales to new customers represented 44% of revenues.

The overall increase in revenue is acceptable due to the fact that contract work accounts for a relatively large portion of the third quarter revenue, compared with the year to date figure. Contract work entails a high level of personnel resources compared with the sale of goods. We have been able to increase the revenue from contract work parallel with the increase in employees.

Total revenues for the first nine months of 2016 amounted to SEK 37.1 million (22.1), corresponding to an increase of 68% compared with the same period in 2015. The sale of goods amounted to SEK 16.9 million (8.0), corresponding to an increase of 111% and contract work amounted to SEK 20.2 million (14.1), corresponding to an increase of 43%. Furthermore, in the first nine months of 2016, sales to new customers represented the equivalent of 41% of revenues.



This positive revenue development mainly derives from the sale of goods, which accounted for a major portion of total revenue during the first nine months. We have been able to grow revenue due to the fact that the number of sold units is significantly higher compared with same period in 2015.

Expenses

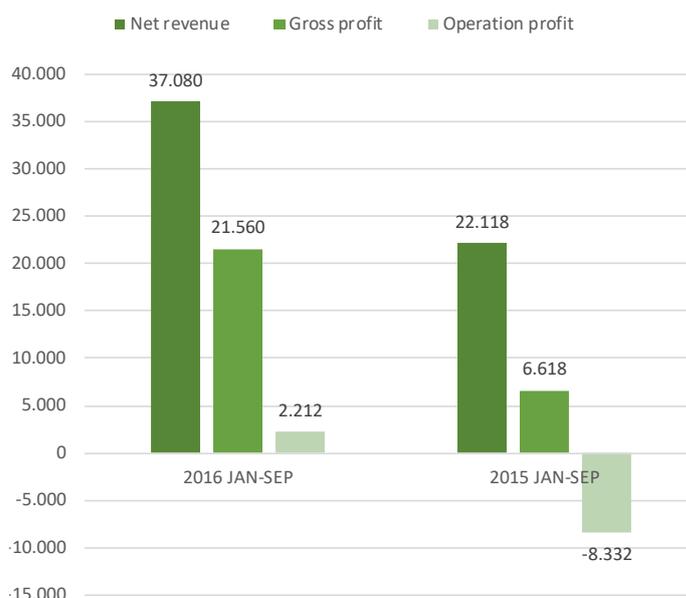
Operating expenses for the third quarter of 2016 amounted to SEK 12.5 million (9.9), corresponding to an increase of 26%. Overhead expenses without cost of goods sold, increased to SEK 5.7 million (3.9), corresponding to an increase of 46%. The increased cost is mainly due to a higher level of activity in hiring new employees within Sales, Marketing, Distribution and Administration. The expansion of the sales and back office function is in line with our business plan. This increased expense level was communicated in our Interim Report for the second quarter 2016.

Operating expenses for the first nine months of 2016 amounted to SEK 34.9 million (30.5), corresponding to an increase of 15%. In the first nine months of 2016, the overhead capacity, expenses without cost of goods sold, increased to SEK 19.3 million (15.0), corresponding to an increase of 29%.

Profitability

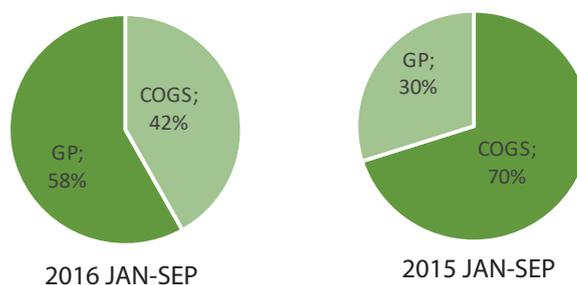
In the third quarter 2016, gross profit amounted to SEK 5.3 million (2.9), corresponding to an increase of 81% compared with the same period in 2015. In the third quarter 2016, the gross margin is 44% compared with the same period in 2015 when the gross margin was 33%. In this quarter, we have made a re-classification of specific project-related development activities. This type of activity is now considered to comprise the cost of a completed project and is, therefore, classified as cost of goods sold, instead of as Research and Development. This adjustment amounted to SEK 1.6 million and impacts this quarter's gross margin and R&D costs, but has no effect on profitability.

Consequently, the underlying profitability is within our expectations.



For the first nine months of 2016, gross profit amounted to SEK 21.6 million (6.6), corresponding to an increase of 226% compared with the same period in 2015.

In 2015, GS Sweden AB (publ) had delivery difficulties leading to an extraordinarily high level of expenses attributable, primarily, to the cost of goods sold for the first half year 2015. However, these difficulties have been addressed and expenses in 2016 are at a normal level. The gross margin is 58%.



In the third quarter 2016, operating profit amounted to a SEK negative 0.4 million (negative 1.0), corresponding to an increase of 62% compared with the same period in 2015. The operating margin is a negative 3%. An operating margin of a negative 3% is expected and is in line with the increased expenses in sales, marketing, distribution, research, development and administration, as described above.

For the first nine months of 2016, operating profit amounted to SEK 2.2 million (negative 8.3), corresponding to an increase of 127% compared with the same period in 2015. The operating margin is 6%.

Net financial items for the third quarter had a negative effect on profit. Net financial items amounted to a negative SEK 0.4 million (negative 0.1). GS Sweden AB (publ) had an effective tax rate of 33.5% (22.8) in the third quarter.

Net financial items for the first nine months of 2016 had a negative effect on profit. Net financial items amounted to a negative SEK 1.0 million (negative 0.2). The primary reason for this is that GS Sweden AB (publ) has taken out a long-term growth loan, and is also due to a higher utilisation of credit facilities. GS Sweden AB (publ) had an effective tax rate of 57.6% (22.4) in the first nine months of 2016. The high effective tax rate is due to the fact that deferred tax assets in the Parent Company are not included in this item.

Investments

Investments in intangible assets amounted to SEK 0.9 million (0.8) for the third quarter. Investments in property, plant and equipment amounted to SEK 0.8 million (0.0).

Investments in intangible assets amounted to SEK 3.2 million (2.9) for the first nine months of 2016. Investments in property, plant and equipment amounted to SEK 1.9 million (0.6). Investments in intangible assets refer to the development of new products. Investments in property, plant and equipment refer to computer equipment and are undertaken in order to maintain capacity and performance in pace with the growth of GS Sweden AB (publ).

Cash and cash equivalents, financing and financial position

Cash flow from operating activities amounted to a negative SEK 2.8 million (negative 0.5) during the third quarter. Cash flow from investing activities was negative in an amount of SEK 1.7 million (negative 0.8).

Cash flow from operating activities amounted to a SEK negative 4.6 million (negative 9.3) during the first nine months of 2016. Cash flow from investing activities was negative in an amount of SEK 5.1 million (negative 3.4). Cash and cash equivalents amounted to SEK 90.0 million (negative 6.1) at the end of the quarter. GS Sweden AB (publ)'s working capital totalled SEK 22.2 million (6.5). The increase in working capital is mainly due to the increase in contract work, totalling SEK 18.2 million (4.7), which is the equivalent to an increase of SEK 13.5 million. Contract work is comprised of 15 (15) projects where the value of governmental and institutional contracts is more than 60% of the total value of contract work. The average value of each individual project has increased significantly compared with the same period in 2015.

Credit risks

The Group is exposed to credit risks and other financial risks, such as market risks, including foreign exchange, interest and liquidity risks. These risks are described in the Combined Financial Statements for 2013-2015.



Market development

In recent years, the nano- and micro-satellite technology has gained foothold in the satellite market and is expected, according to data from SpaceWorks, to grow more than the conventional satellite market over the coming years. Nano-satellites, or cube-satellites, are having a disruptive effect on the satellite market by lowering the barriers for enabling space-based applications. This, in turn, leads to the proliferation of the space economy and to innovation in new business models and areas benefiting from spacebased assets.

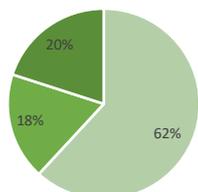
This market development is backed by increasing institutional support shown by the space agencies and other institutional sponsors as regards nanosatellite technology development and demonstrations. Furthermore, an increase in interest, through formal Request For Information (RFI) calls, is currently being experienced on behalf of traditional satellite operators and systems integrators who are preparing to use nanosatellites to deploy in future commercial constellations.

An increase in regulatory filings for future satellite constellations under planning/development is also seen which supports the expectation of increasing activity in the sector. Many of these filings suggest new constellations, employing hundreds, and even thousands, of satellites.

Other

Employees

As at 30 September 2016, GS Sweden AB (publ) had 55 (31) employees, corresponding to 38 (29) full-time employees. Employees working with the cost of goods sold and in research and development, totalled 34 (21), with sales and distribution, 10 (6), and in administration there were 11 (4) employees.



Employees involving cost of goods sold, research and development 34 (21)
Sales and distribution 10 (6)
Administration 11 (4)

Number of shares

On 30 September 2016, the total number of outstanding shares in GS Sweden AB (publ) was 23,907,334, following the private placement of SEK 25 million (2,000,000 shares) on 1 July 2016. On 18 October 2016, the total number of outstanding shares in GS Sweden AB (publ) was 24,507,334, following the issue of 600,000 new shares in conjunction with the acquisition of NanoSpace AB.

Parent Company

The Parent Company, GS Sweden AB (publ), was founded on 11 September 2015 through the registration of share capital totalling SEK 50,000. The Parent Company had total revenues of TSEK 436 in the third quarter of 2016 and TSEK 878 in the first nine months of that year. The Parent Company incurred total costs of SEK 2.9 million in the third quarter of 2016, and SEK 25.3 million in the first nine months of that year, primarily attributable to the IPO. A total of SEK 22.5 million has been deducted from the share premium. The operating results for the third quarter 2016 are a SEK negative 1.1 million and SEK negative 1.3 million in the first nine months of that year. The net loss for the third quarter is SEK 1.1 million and SEK 1.3 million for the first nine months of 2016.

The Parent Company's cash and net cash amounted to SEK 94.4 million as at 30 September 2016. Equity amounted to SEK 114.4 million as at 30 September 2016.

The Group consists of GS Sweden AB (publ) (Reg. No. 559026-1888) and GomSpace ApS (Reg. No. 30899849). GomSpace ApS is the operating company within the Group.

GS Sweden AB (publ) incorporated GomSpace ApS through a non-cash issue on 28 April 2016.

Group

- Key figures and ratios

| | JAN-SEP 2016 T.SEK | JAN-SEP 2015 T.SEK | JAN-DEC 2015 T.SEK |
|---------------------------------------|-----------------------|-----------------------|-----------------------|
| KEY FIGURES | | | |
| Net revenue | 37,080 | 22,118 | 34,087 |
| Gross profit | 21,560 | 6,618 | 17,195 |
| Operating profit | 2,212 | -8,332 | -2,357 |
| Net financial items | -1,015 | -239 | -766 |
| Profit/loss before tax | 1,197 | -8,571 | 3,123 |
| Profit/loss for the the year | 507 | -6,651 | -2,369 |
| Investments in PPE | 1,939 | 554 | 573 |
| Total assets | 140,575 | 20,963 | 30,067 |
| Equity | 117,390 | 8,305 | 13,816 |
| Total liabilities | 23,185 | 12,658 | 16,251 |
| RATIOS | | | |
| Gross margin | 58% | 30% | 50% |
| Operating margin | 6% | -38% | -7% |
| Net margin | 1% | -30% | -7% |
| Return on invested capital (%) | 0% | -32% | -8% |
| Return on equity (%) | 1% | -83% | -22% |
| Equity ratio (%) | 84% | 40% | 46% |
| Earnings per share, basic and diluted | 0.04 | -9.50 | -3.38 |
| Number of outstanding shares, average | 11,962,598 | 700,000 | 700,000 |

Definition of key figures and ratios are defined in Note 1

Consolidated income statement

| | 2016 JUL-SEP T.SEK | 2015 JUL-SEP T.SEK | 2016 JAN-SEP T.SEK | 2015 JAN-SEP T.SEK | 2015 JAN-DEC T.SEK |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Net revenue | 12,182 | 8,992 | 37,080 | 22,118 | 34,087 |
| Cost of goods sold | -6,847 | -6,051 | -15,520 | -15,500 | -16,892 |
| Gross profit | 5,335 | 2,941 | 21,560 | 6,618 | 17,195 |
| Sales and distribution costs | -2,944 | -1,994 | -9,333 | -5,824 | -7,213 |
| Research and development costs | -303 | -745 | -3,456 | -5,465 | -7,847 |
| Administrative costs | -2,445 | -1,152 | -6,559 | -3,661 | 4,492 |
| Operating profit | -357 | -950 | 2,212 | -8,332 | -2,357 |
| Finance income | 32 | 4 | 281 | 168 | 163 |
| Finance expenses | -380 | -100 | -1,296 | -407 | -929 |
| Profit (loss) before income tax | -705 | -1,046 | 1,197 | -8,571 | -3,123 |
| Income tax | -236 | 238 | -690 | 1,920 | 754 |
| Profit (loss) for the year | -941 | -808 | 507 | -6,651 | -2,369 |
| Profit (loss) is attributable to | | | | | |
| Owners of GS Sweden AB (publ) | -941 | -808 | 507 | -6,651 | -2,369 |
| | -941 | -808 | 507 | -6,651 | -2,369 |
| Earnings per share, basic and diluted, SEK | -0.04 | -1.15 | 0.04 | -9.50 | -3.38 |
| Earnings per share, basic and diluted, SEK based on same method as in combined financial statements 2013-2015 | -0.04 | -0.06 | 0.03 | -0.48 | -0.17 |
| Number of outstanding shares, average | 23,907,334 | 700,000 | 11,962,598 | 700,000 | 700,000 |
| Number of outstanding shares, average based on same method as in combined financial statements 2013-2015 | 23,907,334 | 13,857,384 | 17,649,672 | 13,857,384 | 13,857,384 |

Consolidated statement of comprehensive income

| | 2016 JUL-SEP T.SEK | 2015 JUL-SEP T.SEK | 2016 JAN-SEP T.SEK | 2015 JAN-SEP T.SEK | 2015 JAN-DEC T.SEK |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Profit (loss) for the period | -941 | -808 | 507 | -6,651 | -2,369 |
| Items which may be reclassified to the income statement: | | | | | |
| Foreign exchange rate adjustments | 697 | 83 | 1,197 | -148 | -482 |
| Other comprehensive income for the period, net of tax | 697 | 83 | 1,197 | -148 | -482 |
| Total comprehensive income for the period | -244 | -725 | 1,704 | -6,799 | -2,851 |
| Total comprehensive income for the period is attributable to: | | | | | |
| Owners of GS Sweden AB (publ) | -244 | -725 | 1,704 | -6,799 | -2,851 |
| | -224 | -725 | 1,704 | -6,799 | -2,851 |

Consolidated statement of financial position

| | Note | 30 SEP 2016 T.SEK | 30 SEP 2015 T.SEK | 31 DEC 2015 T.SEK |
|--------------------------------------|------|----------------------|----------------------|----------------------|
| Completed development projects | | 2,890 | 2,820 | 2,452 |
| Development projects in progress | | 7,462 | 3,534 | 5,970 |
| Other intangible assets | | 739 | 0 | 0 |
| Intangible assets | | 11,091 | 6,354 | 8,422 |
| Property, plant and equipment | | 2,248 | 749 | 697 |
| Property, plant and equipment | | 2,248 | 749 | 697 |
| Deferred tax | | 0 | 869 | 0 |
| Other non-current assets | | 0 | 869 | 0 |
| Total non-current assets | | 13,339 | 7,972 | 9,119 |
| Raw materials and consumables | | 3,826 | 2,747 | 2,907 |
| Inventories | | 3,826 | 2,747 | 2,907 |
| Contract work | | 18,285 | 4,743 | 7,024 |
| Trade receivables | | 4,192 | 3,873 | 6,587 |
| Income tax receivable | | 1,329 | 683 | 1,258 |
| Other prepayments | | 284 | 49 | 0 |
| Other receivables | | 3,877 | 681 | 1,897 |
| Receivables | | 27,967 | 10,029 | 16,766 |
| Marketable securities | | 8 | 7 | 7 |
| Cash and cash equivalents | | 95,435 | 208 | 1,268 |
| Total current assets | | 127,236 | 12,991 | 20,948 |
| Total assets | | 140,575 | 20,963 | 30,067 |

Consolidated statement of financial position

| | Note | 30 SEP 2016 T.SEK | 30 SEP 2015 T.SEK | 31 DEC 2015 T.SEK |
|--|------|----------------------|----------------------|----------------------|
| Share capital | | 10,973 | 973 | 973 |
| Share premium | | 107,531 | 14,168 | 15,661 |
| Translation reserve | | 1,392 | 529 | 195 |
| Retained earnings | | -2,506 | -7,365 | -3,013 |
| Total equity | | 117,390 | 8,305 | 13,816 |
| Credit institutions | | 6,729 | 0 | 3,672 |
| Other non-current loans | | 0 | 754 | 0 |
| Deferred taxes | | 1,759 | 0 | 889 |
| Total non-current liabilities | | 8,488 | 754 | 4,561 |
| Current portion of non-current liabilities | | 1,018 | 0 | 737 |
| Credit institutions | | 5,419 | 6,329 | 6,359 |
| Trade payables and other payables | | 3,024 | 2,554 | 2,063 |
| Contract work | | 720 | 515 | 285 |
| Prepayments | | 1,644 | 0 | 0 |
| Other liabilities | | 2,872 | 2,506 | 2,246 |
| Total current liabilities | | 14,697 | 11,904 | 11,690 |
| Total liabilities | | 23,185 | 12,658 | 16,251 |
| Total equity and liabilities | | 140,575 | 20,963 | 30,067 |

Consolidated statement of changes in equity

| | SHARE CAPITAL T.SEK | SHARE PREMIUM T.SEK | TRANSLATION RESERVE T.SEK | RETAINED EARNINGS T.SEK | TOTAL EQUITY T.SEK |
|--|---------------------------|---------------------------|---------------------------------|-------------------------------|--------------------------|
| Equity 01.01.2016 | 973 | 15,661 | 195 | -3,013 | 13,816 |
| Total comprehensive income for the period | 0 | 0 | 1,197 | 507 | 1,704 |
| Total comprehensive income for the period | 0 | 0 | 1,197 | 507 | 1,704 |
| Transactions with owners in their capacity as owners | | | | | |
| Increase in share capital | 10,000 | 115,000 | 0 | 0 | 125,000 |
| IPO costs | 0 | -22,469 | 0 | 0 | -22,469 |
| Increase in share capital, costs | 0 | -661 | 0 | 0 | -661 |
| Equity 30.09.2016 | 10,973 | 107,531 | 1,392 | -2,506 | 117,390 |
| Equity 01.01.2015 | 973 | 6,785 | 677 | -714 | 7,721 |
| Total comprehensive income for the period | 0 | 0 | -148 | -6,651 | -6,799 |
| Total comprehensive income for the period | 0 | 0 | -148 | -6,651 | -6,799 |
| Transactions with owners in their capacity as owners | | | | | |
| Increase in share capital | 0 | 7,383 | 0 | 0 | 7,383 |
| Equity 30.09.2015 | 973 | 14,168 | 529 | -7,365 | 8,305 |

Consolidated statement of cash flow

| | 2016 JUL-SEP T.SEK | 2015 JUL-SEP T.SEK | 2016 JAN-SEP T.SEK | 2015 JAN-SEP T.SEK | 2015 JAN-DEC T.SEK |
|---|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Profit before tax | -705 | -1,046 | 1,197 | -8,571 | -3,123 |
| Reversal of financial items | 348 | 96 | 1,015 | 239 | 766 |
| Depreciation and amortizations | 576 | 422 | 1,513 | 1,186 | 1,528 |
| Changes in inventories | -164 | 183 | -734 | 662 | 429 |
| Changes in trade receivables | 6,234 | 1,614 | 2,828 | 2,011 | -945 |
| Changes in other receivables | -3,171 | 986 | -11,335 | -2,288 | -5,982 |
| Changes in trade and other payables | -5,602 | -2,623 | 1,797 | -2,326 | -3,169 |
| Cash flows from primary operating activities | -2,484 | -368 | -3,719 | -9,087 | -10,496 |
| Received interest | 31 | 4 | 280 | 168 | 161 |
| Paid interest | -356 | -100 | -1,210 | -409 | -893 |
| Cash flow from operating activities | -2,809 | -464 | -4,649 | -9,328 | -11,228 |
| Investments in non-current assets | -1,664 | -789 | -5,126 | -3,443 | -6,062 |
| Sales of non-current assets | 4 | 0 | 4 | 0 | 0 |
| Cash flow from investing activities | -1,660 | -789 | -5,122 | -3,443 | -6,062 |
| Borrowings | 0 | 0 | 3,740 | 0 | 3,768 |
| Repayment of borrowings | -769 | 0 | -766 | 0 | 0 |
| Capital increase | 25,000 | 0 | 125,000 | 7,278 | 8,946 |
| IPO costs | -713 | 0 | -22,009 | 0 | 0 |
| Capital increase, costs | -661 | 0 | -661 | 0 | 0 |
| Cash flow from financing activities | 22,857 | 0 | 105,294 | 7,278 | 12,714 |
| Net cash flow for the year | 18,388 | -1,253 | 95,523 | -5,493 | -4,576 |
| Cash and cash equivalents, beginning of the year | 71,771 | -4,773 | -5,091 | -619 | -620 |
| Unrealized exchange rate gains and losses on cash | -143 | -95 | -416 | -9 | 105 |
| Cash and cash equivalents, end of the year | 90,016 | -6,121 | 90,016 | -6,121 | -5,091 |
| Reconciliation of cash and cash equivalents | | | | | |
| Cash and cash equivalents according to the balance sheet | 95,435 | 208 | 95,435 | 208 | 1,268 |
| Credit institutions, current, according to the balance sheet | -5,419 | -6,329 | -5,419 | -6,329 | -6,359 |
| Cash and cash equivalents according to the cash flow statement | 90,016 | -6,121 | 90,016 | -6,121 | -5,091 |

Parent Company income statement

| | 2016 JUL-SEP T.SEK | 2015 JUL-SEP T.SEK | 2016 JAN-SEP T.SEK | 2015 JAN-SEP T.SEK | 2015 JAN-DEC T.SEK |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Net revenue | 436 | | 878 | | |
| Gross profit | 436 | 0 | 878 | 0 | 0 |
| Administrative costs | -1,545 | | -2,153 | | |
| Operating profit | -1,109 | 0 | -1,275 | 0 | 0 |
| Finance expenses | -7 | | -11 | | |
| Profit (loss) before income tax | -1,116 | 0 | -1,286 | 0 | 0 |
| Profit (loss) for the year | -1,116 | 0 | -1,286 | 0 | 0 |
| Profit (loss) is attributable to | | | | | |
| Owners of GS Sweden AB (publ) | -1,116 | 0 | -1,286 | 0 | 0 |
| | -1,116 | 0 | -1,286 | 0 | 0 |
| Earnings per share, basic and diluted, SEK | -0.05 | 0.00 | -0.11 | 0.00 | 0.00 |

Parent Company

statement of comprehensive income

| | 2016 APR-JUN T.SEK | 2015 APR-JUN T.SEK | 2016 JAN-JUN T.SEK | 2015 JAN-JUN T.SEK | 2015 JAN-DEC T.SEK |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| Profit (loss) for the period | -1,116 | 0 | -1,286 | 0 | 0 |
| Items which may be reclassified to the income statement: | | | | | |
| Other comprehensive income for the period, net of tax | 0 | 0 | 0 | 0 | 0 |
| Total comprehensive income for the period | -1,116 | 0 | -1,286 | 0 | 0 |
| Total comprehensive income for the period is attributable to: | | | | | |
| Owners of GS Sweden AB (publ) | -1,116 | 0 | -1,286 | 0 | 0 |
| | -1,116 | 0 | -1,286 | 0 | 0 |

Parent Company

statement of financial position

| | 30 SEP 2016 T.SEK | 30 SEP 2015 T.SEK | 31 DEC 2015 T.SEK |
|-------------------------------------|----------------------|----------------------|----------------------|
| ASSETS | | | |
| Fixed asset investments | 13,766 | 0 | 0 |
| Total non-current assets | 13,766 | 0 | 0 |
| Trade receivables | 878 | | |
| Other prepayments | 143 | | |
| Other receivables | 5,693 | | |
| Receivables | 6,714 | 0 | 0 |
| Cash and cash equivalents | 94,419 | | 50 |
| Total current assets | 101,133 | 0 | 50 |
| Total assets | 114,899 | 0 | 50 |
| EQUITY AND LIABILITIES | | | |
| Share capital | 10,973 | | 50 |
| Share premium | 104,704 | | |
| Retained earnings | -1,286 | | |
| Total equity | 114,391 | 0 | 50 |
| Trade payables and other payables | 508 | | |
| Total current liabilities | 508 | 0 | 0 |
| Total liabilities | 508 | 0 | 0 |
| Total equity and liabilities | 114,899 | 0 | 50 |

Parent Company

statement of changes in equity

| | SHARE CAPITAL T.SEK | SHARE PREMIUM T.SEK | RETAINED EARNINGS T.SEK | TOTAL EQUITY T.SEK |
|---|---------------------------|---------------------------|-------------------------------|--------------------------|
| Equity 01.01.2016 | 50 | 0 | 0 | 50 |
| Total comprehensive income for the period | | | -1,286 | -1,286 |
| Increase in share capital | 10,993 | 127,773 | | 138,766 |
| IPO costs | | -22,478 | | -22,478 |
| Increase in share capital, costs | | -661 | | -661 |
| Decrease in share capital | -70 | 70 | | 0 |
| Equity 30.09.2016 | 10,973 | 104,704 | -1,286 | 114,391 |
| Equity 01.01.2015 | 0 | 0 | 0 | 0 |
| Total comprehensive income for the period | 0 | 0 | 0 | 0 |
| Equity 30.09.2015 | 0 | 0 | 0 | 0 |

Notes to the interim consolidated financial statements

1. Accounting policies

Basis of preparation

As GS Sweden AB (publ) is a newly established off-the-shelf company which has not conducted any business, the consolidated financial statements of GS Sweden AB (publ) will be prepared as a continuation of the GomSpace ApS, as the transaction whereby GS Sweden AB (publ) is established as the new Parent Company is merely a reorganization of the Group in which GomesSpace ApS is the accounting Parent Company. Accordingly, the consolidated financial statements of GS Sweden AB (publ) have been prepared on this basis. The consolidated financial statements of GS Sweden AB (publ) are, in all essential aspects, consistent with the combined financial statement presented in the Prospectus /combined financial statements 2013-2015

This implies that the predecessor values of the GomesSpace ApS, which have been reported internally on a consolidated basis in accordance with IFRS as adopted by the EU, have been used. No adjustments have been made to the values of the assets and liabilities compared with the historically reported values.

GS Sweden AB (publ) applies International Financial Reporting Standards (IFRS) as adopted by the EU. The accounting principles adopted are consistent with those described in the Prospectus (available at <http://gomspace.com/index.php?p=investor-financial>). There are no new accounting principles applicable from 2016 that significantly affect GS Sweden AB (publ). This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The Parent Company applies the Swedish Annual Accounts Act and RFR 2 Reporting for legal entities.

Key ratios definitions

$$\text{Gross margin} = \frac{\text{gross profit} \times 100}{\text{net revenue}}$$

$$\text{Operating margin} = \frac{\text{operating profit} \times 100}{\text{net revenue}}$$

$$\text{Net margin} = \frac{\text{profit for the year} \times 100}{\text{net revenue}}$$

$$\text{Return on invested capital} = \frac{\text{profit for the year} \times 100}{\text{total assets}}$$

$$\text{Return on equity} = \frac{\text{profit for the year} \times 100}{\text{average equity}}$$

$$\text{Equity ratio} = \frac{\text{equity} \times 100}{\text{total assets}}$$

$$\text{Earning per share} = \frac{\text{profit for the year}}{\text{number of shares}}$$

The interim report information on pages 1-10 constitute an integrated part of this financial report.



2. Classification of financial assets and liabilities

| | FINANCIAL INSTRUMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS HELD FOR TRADING | LOANS AND RECEIVABLES | OTHER FINANCIAL LIABILITIES | TOTAL | CARRYING AMOUNT | FAIR VALUE LEVEL 1 |
|-----------------------------------|--|--------------------------|--------------------------------|----------------|--------------------|-----------------------|
| | T.SEK | T.SEK | T.SEK | T.SEK | T.SEK | T.SEK |
| SEPTEMBER 30, 2016 | | | | | | |
| ASSETS | | | | | | |
| Trade and other receivables | | 26,354 | | 26,354 | 26,354 | |
| Marketable securities | 8 | | | 8 | | 8 |
| Cash and cash equivalents | | 95,435 | | 95,435 | 95,435 | |
| Total Assets | 8 | 121,789 | 0 | 121,797 | 121,789 | 8 |
| LIABILITIES | | | | | | |
| Credit institutions | | | 13,166 | 13,166 | 13,166 | |
| Trade payables and other payables | | | 5,896 | 5,896 | 5,896 | |
| Prepayments | | | 2,364 | 2,364 | 2,364 | |
| Total liabilities | 0 | 0 | 21,426 | 21,426 | 21,426 | 0 |
| SEPTEMBER 30, 2015 | | | | | | |
| ASSETS | | | | | | |
| Trade and other receivables | | 9,297 | | 9,297 | 9,297 | |
| Marketable securities | 7 | | | 7 | | 7 |
| Cash and cash equivalents | | 208 | | 208 | 208 | |
| Total Assets | 7 | 9,505 | 0 | 9,512 | 9,505 | 7 |
| LIABILITIES | | | | | | |
| Credit institutions | | | 6,329 | 6,329 | 6,329 | |
| Other non-current loans | | | 754 | 754 | 754 | |
| Trade payables and other payables | | | 5,060 | 5,060 | 5,060 | |
| Prepayments | | | 515 | 515 | 515 | |
| Total liabilities | 0 | 0 | 12,658 | 12,658 | 12,658 | 0 |

Fair value of credit institutions and other non-current loans are deemed to be the equal to the total carrying amount, as these items are of a short-term nature.

The fair values of financial instruments traded in an active market (such as financial instruments held for trading and available-for-sale financial instruments) are based on quoted market prices as at balance sheet date. A market is regarded as active if quoted prices from an exchange, broker, industry group, pricing service or regulatory authority are easily and regularly available, and provided these prices represent actual and regularly occurring arm's length market transactions. The quoted market price used for the Group's financial assets is the current bid price. These instruments belong to Level 1.

The fair values of financial instruments which are not traded in an active market are determined with the help of valuation techniques. Market data is used as far as possible when such data is available. If all significant inputs required for the fair value measurement of an instrument are observable, the instrument belongs to Level 2.

In cases where one or several significant inputs are not based on observable market information, the instrument is classified as Level 3.

The above table shows financial instruments carried at fair value based on their classification in the fair value hierarchy. The different levels are defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted market prices included in Level 1 that are observable for the asset or liability, either directly in the form of quoted prices or indirectly, i.e. derived from quoted prices (Level 2).
- Inputs for the asset or liability which are not based on observable market data (non-observable inputs) (Level 3)

In 2016, no transfers between levels were made.



FINANCIAL CALENDER

| | |
|--|------------------|
| Interim report, January-December 2016 | 28 February 2017 |
| Annual general meeting | 27 April 2017 |

COMPANY INFORMATION

GS Sweden AB (publ)
Stureplan 4 C
SE-114 35, Stockholm

| | |
|-----------------------------|--|
| Org.nr. | 559026-1888 |
| Municipality of reg. office | Stockholm |
| Telephone | +45 9635 4500 |
| Website | www.gomspace.com |
| E-mail | info@gomspace.com |
| Subsidiaries | GomSpace ApS, 100% Denmark |

AUDITORS

Öhrlings PricewaterhouseCoopers AB

CERTIFIED ADVISOR

FNCA Sweden AB

MANAGEMENT'S STATEMENT

The CEO certifies that this Interim Report presents a true and fair overview of the Group's and the Parent Company's assets, liabilities and financial position at 30 September 2016, and of the results of the Group's and the Parent Company's operations and cash flow for the period 1 January - 30 September 2016

Stockholm, 28. November 2016

Executive Board



Niels Buus
CEO

This quarterly report has not been reviewed by the company's auditors

