

# GOMSPACE

INTERIM REPORT FOR  
1 JANUARY – 31 MARCH 2023

## FIRST QUARTER OF 2023

- Order intake was T.SEK 33,454 (41,497)
- Net revenues of T.SEK 78,150 are in line with Q1 2022 (78,365)
- Gross margin decreased to 12% (32%) due to a shift in the revenue mix with less profitable engineering projects
- Operating profit (EBIT) decreased to negative T.SEK 14,078 (4,166)
- Earnings per share were negative SEK 0.24 (SEK 0.06)

## OUTLOOK 2023

To align with the change in focus and priority, the company will change its model for market guidance from Revenue and EBIT, to focus on Free Cash Flow.

The guidance for a free cash flow positive scenario is second half of 2024, with the assumptions that product sales will be increased, the efforts in North America will be successful, and the customer project portfolio mix will become more profitable.

We still aim to grow our revenue over time, but in the intermediate term, profitability and cash comes before revenue.

## EVENTS DURING THE QUARTER AND SUBSEQUENT EVENTS

- In January, the final planned staff reduction was executed, corresponding to a full-year cost saving of approx. M.SEK 60. The staff reductions will have a full effect from the second half of 2023, with a saving of M.SEK 30 in 2023
- In January, the Chairman, Jens Maaløe, resigned due to health issues, and CEO Niels Buus stepped down. Vice-chairman, Jukka Pertola, took over as Chairman and CFO Troels Dalsgaard as interim CEO until the appointment of Carsten Drachmann as CEO in March
- In agreement with ESA, we decided not to proceed to the third phase of a development contract valued at M.SEK 20 due to the high content of non-recurring engineering
- In April, the Group and SAIC signed a Memorandum of Understanding to partner for CubeSat, MicroSat and SmallSats Systems and Solutions for the Americas market
- In March, the Group received the first disbursement of M.SEK 57 from EIB debt financing, and in April raised a total of M.SEK 101.3 in equity financing, of which M.SEK 53.6 was settled through convertible loans and M.SEK 47.7 before cost was received in May

## FINANCIAL SUMMARY

T.SEK	Q1			Full year
	2023	2022	▲%	2022
Orders received	33,454	41,497	-19%	165,947
Net revenue	78,150	78,365	0%	198,379
Gross profit	9,318	25,320	-63%	-51,119
Gross margin	12%	32%	-20 pp.	-26%
Operating profit (EBIT)	-14,078	4,166	-438%	-231,995
- As a percentage of revenues	-18%	5%	-23 pp.	-117%
Profit (loss) before tax	-15,154	3,789	-500%	-232,939
- As a percentage of revenues	-19%	5%	-24 pp.	-117%
Profit (loss) for the period	-14,379	3,420	-520%	-227,824
- As a percentage of revenues	-18%	4%	-22 pp.	-115%
Cost of goods sold	68,832	53,045	30%	249,498
- As a percentage of revenues	88%	68%	20 pp.	126%
Sales and distribution costs	5,906	5,438	9%	63,297
- As a percentage of revenues	8%	7%	1 pp.	32%
Development costs	6,143	5,560	10%	73,945
- As a percentage of revenues	8%	7%	1 pp.	37%
Administrative costs	11,714	10,159	15%	43,765
- As a percentage of revenues	15%	13%	2 pp.	22%
<b>Balance sheet items</b>				
Intangible assets	125,187	135,952	-8%	122,332
Property, plant and equipment	58,475	63,764	-8%	62,348
Working capital	21,888	38,300	-43%	-6,124
Net cash and cash equivalents	40,344	150,774	-73%	33,097
Equity	89,539	326,454	-73%	104,798
Liabilities	271,448	178,877	52%	229,374

## Financial Performance

T.SEK	Business areas				Total
	Academia	Com-mercial	Defence	Science	
Order backlog 1 January 2023	6,771	88,917	6,385	306,583	408,656
Currency adjustment	67	659	73	3,894	4,693
Order intake	2,933	15,503	219	14,799	33,454
Cancelled orders	0	0	0	0	0
Converted to revenue	-5,431	-41,602	-1,862	-29,255	-78,150
<b>Order backlog 31 March 2023</b>	<b>4,340</b>	<b>63,477</b>	<b>4,815</b>	<b>296,021</b>	<b>368,653</b>

### Order intake and backlog

Order intake for Q1 2023 (T.SEK 33,454) is up 449% compared to Q4 2022 (T.SEK 6,098), and is only 15% lower than Q1 2022 (T.SEK 39,147).

Order intake from platforms, payloads and subsystems continues to be strong and accounts for approximately 53% of the order intake for the quarter.

Order intake from satellite solutions consists mainly of a contract change note signed with ESA for an additional T.SEK 14,550 on the Juventas project. Lower than expected project order intake is due to a combination of decreasing activity in the market, as well as our own more risk-averse approach to new order intake.

### Revenue and operating profit (EBIT)

Net revenues for Q1 2023 (T.SEK 78,150) are 54% higher than for Q4 2022 (T.SEK 50,659), and in line with Q1 2022 (T.SEK 78,365).

The largest proportion of revenue stemmed from sales of scientific satellite solutions with a low margin, making up 80% of revenues for the quarter, which is in line with Q1 2022, where sale of satellite solutions made up 83% of revenues for the quarter.

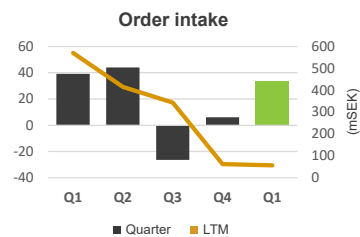
EBIT is negative T.SEK 14,078 compared to positive T.SEK for Q1 2022, but the last two quarters have seen a steady improvement in EBIT. EBIT is still negative due to various reasons:

- Most activity is performed on low or negative margin projects (ESA/Scientific)
- Execution of risky projects has required more resources than planned, resulting in higher cost to complete

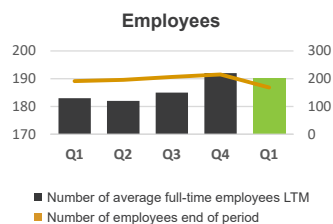
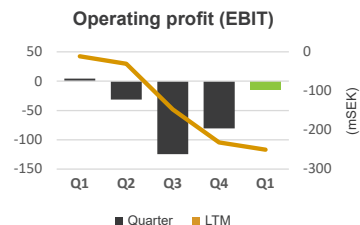
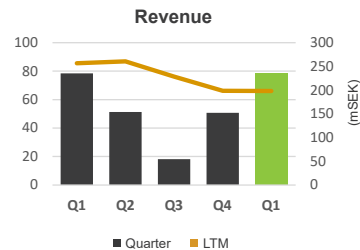
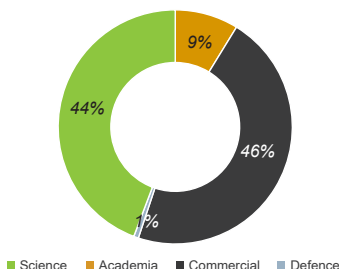
### Employees

	Q1 2022		Q2 2022		Q3 2022		Q4 2022		Q1 2023	
Technology	123	64%	123	63%	130	63%	140	65%	102	61%
Manufacturing	42	22%	47	24%	49	24%	45	21%	38	23%
Sales and distribution	10	5%	9	5%	9	4%	12	6%	11	7%
Administration	16	8%	17	9%	18	9%	18	8%	17	10%
Number of employees end of period	191	100%	196	100%	206	100%	215	100%	168	100%
Number of average full-time employees LTM	183		182		185		192		190	

Following staff reduction in December 2022 and January 2023 due to the cancelled large customer project in 2022, the number of employees in Q1 2023 decreased to 168 (191), corresponding to 190 (183) average full-time employees for the last twelve months (LTM). Some staff have notice periods extending into Q2 2023, so this number will decrease further. A full-year cost saving of approx. M.SEK 40 is expected due to the staff reductions, however this will only have a full effect from the second half of 2023 with a saving of M.SEK 30 expected in 2023.



Order intake Jan-Mar 2023 split per business area



### Cash flow

The working capital is positive T.SEK 21,888 (38,300) at 31 March 2023. The net cash flow was positive during the first quarter at T.SEK 7,162 (49,435), while cash flow from primary operating activities was negative T.SEK 37,309 (-34,598).

Cash flow from investing activities was negative T.SEK 5,097 (-8,363). The decrease in investments in intangible assets this quarter represents the focusing of our efforts on new product development with a narrow focus on increasing re-usability in our deliveries.

Cash flow from financing activities amounts to T.SEK 51,919 (-3,499), and is due to the receipt of tranche A disbursement of M.EUR 5 from the European Investment Bank finance agreement.

Cash and cash equivalents at the end of Q1 2023 were T.SEK 40,344 (134,664).

### Financing

As expected, we received the first tranche of M.SEK 57 (M.EUR 5) from the European Investment Bank finance agreement in March.

Also in March 2023, the Board of Directors resolved on a rights issue of up to 94,094,644 new shares at a subscription price of SEK 1.30 per share with preferential rights for existing shareholders. The rights issue was carried out in April and 77,939,396 shares were subscribed for, raising gross proceeds of M.SEK 101.3. The rights issue was paid by set-off of a convertible loan of M.SEK 53.6 with the largest shareholder, board members, and members of the executive management, and the remainder of M.SEK 47.7 before costs was received in May.

Our current assumptions are that we do not expect to raise additional capital to reach positive free cash flow 2nd half of 2024. Our expectations and assumptions are:

- A successful improvement of the profitability of the current order backlog.
- Implementation of the transformation focusing on profitability.
- Potentially revisiting our existing financing facility.

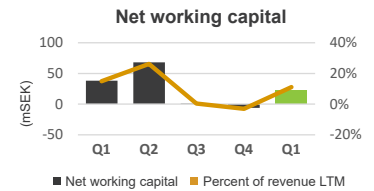
### Risks

The Group is exposed to credit risks and other financial risks, such as market risks, including foreign exchange, interest, and liquidity risks.

There have been no increase in the risks identified and discussed on pages 14-16 of the Annual Report for 2022.

### Ownership

As of 31 March 2023, The Hargreaves Family No. 14 was the largest shareholder (19.22%), followed by Hansen & Langeland ApS (8.37%) and Longbus Holding ApS (1.95%). The number of shareholders as of 31 March was 10,973.



## Outlook

To align with the change in focus and priority, the company will change its model for market guidance from Revenue and EBIT, to focus on Free Cash Flow.

The guidance for a free cash flow positive scenario is second half of 2024, with the following assumptions:

- Product Business - Increased focus on managing the product business, both with regards to stable product development and increased sales focus. The company has a strong contribution margin from products and efforts here will improve the overall profitability of the company.
- Focus on project profitability and best fit - Identify what customer projects are best suited to GomSpace. The company will focus on leveraging its core strength and focus on customer mission success and profitability of projects.
- Expand North America - Expand presence in North America through additional resources and partnerships. The US represents more than half of the global accessible market for GomSpace and represents a strong growth opportunity for existing technology within a reasonable timeframe.

We still aim to grow our revenue over time but in the intermediate term, profitability and cash come before revenue. With the transformation of the company and the change in focus to profitability and free cash flow, the company informs that it may take decisions and make priorities that could affect the earlier guidance given on Revenue and EBIT for 2023.

## Group - Key Figures and Ratios

T.SEK	Q1		Full year
	2023	2022	2022
<b>KEY FIGURES</b>			
Net revenue	78,150	78,365	198,379
Gross profit	9,318	25,320	-51,119
Operating profit (EBIT)	-14,078	4,166	-231,995
Net financial items	-1,076	-377	-944
Profit (loss) before tax	-15,154	3,789	-232,939
Profit (loss) for the period	-14,379	3,420	-227,824
Investments in PPE	841	551	9,552
Total assets	360,987	505,331	334,172
Equity	89,539	326,454	104,798
Total liabilities	271,448	178,877	229,374
<b>RATIOS</b>			
Gross margin (%)	12%	32%	-26%
Operating (EBIT) margin (%)	-18%	5%	-117%
Net margin (%)	-18%	4%	-115%
Return on invested capital (%)	-68%	-2%	-68%
Return on equity (%)	-118%	-4%	-138%
Equity ratio (%)	25%	65%	31%
Earnings per share, basic, SEK	-0.24	0.06	-3.76
Earnings per share, diluted, SEK	-0.24	0.06	-3.76
Number of outstanding shares basic, average	60,546,859	53,801,932	60,546,859
Number of outstanding shares end of period	60,546,859	53,801,932	60,546,859

Definition of key figures and ratios are defined in Note 1.

## Consolidated Income

T.SEK	Note	Q1		Full year
		2023	2022	2022
Net revenue	3	78,150	78,365	198,379
Cost of goods sold		-68,832	-53,045	-249,498
<b>Gross profit</b>		<b>9,318</b>	<b>25,320</b>	<b>-51,119</b>
Sales and distribution costs		-5,906	-5,438	-63,297
Development costs		-6,143	-5,560	-73,945
Administrative costs		-11,714	-10,159	-43,765
Other operating income		367	3	131
<b>Operating profit (loss)</b>		<b>-14,078</b>	<b>4,166</b>	<b>-231,995</b>
Finance income		0	334	1,900
Finance expenses		-1,076	-711	-2,844
<b>Profit (loss) before tax</b>		<b>-15,154</b>	<b>3,789</b>	<b>-232,939</b>
Tax		775	-369	5,115
<b>Profit (loss) for the period</b>		<b>-14,379</b>	<b>3,420</b>	<b>-227,824</b>
<b>Profit (loss) is attributable to:</b>				
Owners of GomSpace Group AB		-14,379	3,420	-227,824
		<b>-14,379</b>	<b>3,420</b>	<b>-227,824</b>
<b>Consolidated Comprehensive Income</b>				
Profit (loss) for the period		-14,379	3,420	-227,824
<b>Items which may be reclassified to the income statement:</b>				
Foreign exchange rate adjustments		1,471	2,249	11,211
<b>Other comprehensive income for the period, net of tax</b>		<b>1,471</b>	<b>2,249</b>	<b>11,211</b>
<b>Total comprehensive income for the period</b>		<b>-12,908</b>	<b>5,669</b>	<b>-216,613</b>
<b>Total comprehensive income for the period is attributable to:</b>				
Owners of GomSpace Group AB		-12,908	5,669	-216,613
		<b>-12,908</b>	<b>5,669</b>	<b>-216,613</b>
Earnings per share, basic, SEK		-0.24	0.06	-3.76
Earnings per share, diluted, SEK		-0.24	0.06	-3.76
Number of outstanding shares basic, average		60,546,859	53,801,932	60,546,859
Number of outstanding shares diluted, average		60,546,859	53,801,932	60,546,859

## Notes without reference

1. Accounting policies
2. Significant accounting estimates and judgments

## Consolidated Financial Position

T.SEK	Note	31 Mar		31 Dec
		2023	2022	2022
<b>ASSETS</b>				
Goodwill		0	3,710	0
Technology		0	7,600	0
Completed development projects		27,140	19,517	10,378
In-process development projects		96,522	103,395	110,014
Other intangible assets		1,525	1,730	1,940
<b>Intangible assets</b>		<b>125,187</b>	<b>135,952</b>	<b>122,332</b>
Property, plant, and equipment		17,814	14,973	18,767
Right-of-use assets	4	40,661	48,791	43,581
<b>Property, plant, and equipment</b>		<b>58,475</b>	<b>63,764</b>	<b>62,348</b>
Other non-current assets		5,412	4,720	4,794
<b>Non-current assets</b>		<b>5,412</b>	<b>4,720</b>	<b>4,794</b>
<b>Total non-current assets</b>		<b>189,074</b>	<b>204,436</b>	<b>189,474</b>
Raw materials and consumables		41,388	42,134	46,162
<b>Inventories</b>		<b>41,388</b>	<b>42,134</b>	<b>46,162</b>
Contract work		33,573	72,005	29,264
Trade receivables		33,327	20,654	19,954
Tax receivable		7,910	5,969	6,898
Other prepayments		6,071	4,797	4,033
Other receivables		9,300	4,562	5,290
<b>Receivables</b>		<b>90,181</b>	<b>107,987</b>	<b>65,439</b>
<b>Cash and cash equivalents</b>		<b>40,344</b>	<b>150,774</b>	<b>33,097</b>
<b>Total current assets</b>		<b>171,913</b>	<b>300,895</b>	<b>144,698</b>
<b>Total assets</b>		<b>360,987</b>	<b>505,331</b>	<b>334,172</b>

**Notes without reference**

1. Accounting policies
2. Significant accounting estimates and judgments

T.SEK	31 Mar		31 Dec
	2023	2022	2022
<b>EQUITY AND LIABILITIES</b>			
Share capital	4,391	4,391	4,391
Share premium	674,154	676,763	676,505
Translation reserve	19,971	9,538	18,500
Retained earnings	-608,977	-364,238	-594,598
<b>Total equity</b>	<b>89,539</b>	<b>326,454</b>	<b>104,798</b>
Credit institutions	60,010	9,267	6,885
Lease liabilities	29,784	37,466	32,382
Other liabilities	8,490	10,751	8,521
<b>Total non-current liabilities</b>	<b>98,284</b>	<b>57,484</b>	<b>47,788</b>
Current portion of non-current liabilities	70,322	15,095	69,639
Trade payables and other payables	28,450	24,284	27,757
Contract work	35,988	55,173	51,458
Prepayments	2,172	1,822	2,261
Corporation tax	1,071	446	1,120
Other liabilities	35,161	24,573	29,351
<b>Total current liabilities</b>	<b>173,164</b>	<b>121,393</b>	<b>181,586</b>
<b>Total liabilities</b>	<b>271,448</b>	<b>178,877</b>	<b>229,374</b>
<b>Total equity and liabilities</b>	<b>360,987</b>	<b>505,331</b>	<b>334,172</b>

**Notes without reference**

1. Accounting policies
2. Significant accounting estimates and judgments



## Consolidated Changes in Equity

T.SEK	Share capital	Other capital contributions	Translation reserves	Retained earnings incl result for the period	Total equity
<b>Equity 01.01.2022</b>	<b>3,660</b>	<b>581,599</b>	<b>7,289</b>	<b>-367 658</b>	<b>224,890</b>
Profit (loss) for the period	0	0	0	-227,824	-227,824
Total comprehensive income for the period	0	0	11,211	0	11,211
<b>Total comprehensive income for the period</b>	<b>0</b>	<b>0</b>	<b>11,211</b>	<b>-227,824</b>	<b>-216,613</b>
<i>Transactions with owners in their capacity as owners</i>					
Increase in share capital	731	101,831	0	0	102,562
Increase in share capital, costs	0	-6,925	0	0	-6,925
Fair value adjustment, convertible loan	0	0	0	884	884
	<b>731</b>	<b>94,906</b>	<b>0</b>	<b>884</b>	<b>96,521</b>
<b>Equity 31.12.2022</b>	<b>4,391</b>	<b>676,505</b>	<b>18,500</b>	<b>-594,598</b>	<b>104,798</b>
<b>Equity 01.01.2023</b>	<b>4,391</b>	<b>676,505</b>	<b>18,500</b>	<b>-594,598</b>	<b>104,798</b>
Profit (loss) for the period	0	0	0	-14,379	-14,379
Total comprehensive income for the period	0	0	1,471	0	1,471
<b>Total comprehensive income for the period</b>	<b>0</b>	<b>0</b>	<b>1,471</b>	<b>-14,379</b>	<b>-12,908</b>
<i>Transactions with owners in their capacity as owners</i>					
Increase in share capital, costs	0	-2,351	0	0	-2,351
	<b>0</b>	<b>-2,351</b>	<b>0</b>	<b>0</b>	<b>-2,351</b>
<b>Equity 31.03.2023</b>	<b>4,391</b>	<b>674,154</b>	<b>19,971</b>	<b>-608,977</b>	<b>89,539</b>

## Notes without reference

1. Accounting policies
2. Significant accounting estimates and judgments



## Consolidated Cash Flow

T.SEK	Q1		Full year
	2023	2022	2022
Profit (loss) before tax	-15,154	3,789	-232,939
Reversal of financial items	1,076	376	944
Depreciation and amortizations	7,471	7,978	74,507
Non-cash items	2,104	1,923	21,307
Changes in inventories	5,272	-5,904	-6,849
Changes in trade receivables	-12,575	7,675	14,849
Changes in other receivables	-9,961	-39,891	-8,768
Changes in trade and other payables	-14,280	-8,762	-24,029
<b>Cash flow from primary operating activities</b>	<b>-36,047</b>	<b>-32,816</b>	<b>-160,978</b>
Received interest financials	3	0	22
Paid interest financials cost	-1,145	-631	-2,587
Tax received	0	0	6,037
Tax paid	-120	-1,151	-1,560
<b>Cash flow from operating activities</b>	<b>-37,309</b>	<b>-34,598</b>	<b>-1,560</b>
Investments in intangible assets (before grants)	-3,698	-7,313	-40,706
Investments in leasehold improvement, plant and equipment	-841	-551	-9,552
Deposit paid	-558	-526	-260
Government grants	0	27	5,696
<b>Cash flow from investing activities</b>	<b>-5,097</b>	<b>-8,363</b>	<b>-44,822</b>
<b>Free cash flow</b>	<b>-42,406</b>	<b>-42,961</b>	<b>-203,888</b>
<i>Financing from debt:</i>			
Borrowings	55,984	0	53,593
Repayment of borrowings	-1,000	-919	-4,012
Payment of lease liabilities	-3,065	-2,580	-12,370
	<b>51,919</b>	<b>-3,499</b>	<b>37,211</b>
<i>Financing from debt:</i>			
Capital increase	0	102,562	102,562
Capital increase, costs	-2,351	-6,667	-6,925
	<b>-2,351</b>	<b>95 895</b>	<b>95,637</b>
<b>Cash flow from financing activities</b>	<b>49,568</b>	<b>92,396</b>	<b>132,848</b>
<b>Net cash flow for the period</b>	<b>7,162</b>	<b>49,435</b>	<b>-71,040</b>
Cash and cash equivalents, beginning of the period	33,097	83 516	83,516
Unrealized exchange rate gains and losses on cash	81	1,737	4,319
Change in bank deposit for security	4	-24	16,302
<b>Cash and cash equivalents, end of the period</b>	<b>40,344</b>	<b>134,664</b>	<b>33,097</b>
<i>Reconciliation of cash and cash equivalents</i>			
Cash and cash equivalents according to the balance sheet	40,344	150,774	33,097
Bank deposit	0	-16,110	0
<b>Cash and cash equivalents according to the cash flow statement</b>	<b>40,344</b>	<b>134,664</b>	<b>33,097</b>

## Notes without reference

1. Accounting policies
2. Significant accounting estimates and judgments

## Parent Company Income

T.SEK	Q1		Full year
	2023	2022	2022
Net revenue	10,164	10,459	40,678
<b>Gross profit</b>	<b>10,164</b>	<b>10,459</b>	<b>40,678</b>
Administrative costs	-10,966	-11,365	-108,529
Other operating income	0	0	0
<b>Operating profit (EBIT)</b>	<b>-802</b>	<b>-906</b>	<b>-67,851</b>
Write down of investment in subsidiaries	0	0	-365,608
Finance income	2,875	611	3,591
Finance expenses	-1,936	-20	-1,354
<b>Profit (loss) before tax</b>	<b>137</b>	<b>-315</b>	<b>-431,222</b>
Tax	0	0	0
<b>Profit (loss) for the period</b>	<b>137</b>	<b>-315</b>	<b>-431,222</b>
<b>Profit (loss) is attributable to:</b>			
Owners of GomSpace Group AB	137	-315	-431,222
	<b>137</b>	<b>-315</b>	<b>-431,222</b>

## Notes without reference

1. Accounting policies
2. Significant accounting estimates and judgments

## Parent Company Financial Position

T.SEK	Note	31 Mar		31 Dec
		2023	2022	2022
<b>ASSETS</b>				
GomSpace A/S		160,141	348,166	160,141
GomSpace Sweden AB	5	0	36,509	0
GomSpace Orbital ApS		0	0	0
GomSpace Luxembourg S.à r.l.		20,320	10,478	20,320
GomSpace Asia PTE Ltd		2,142	2,142	2,142
GomSpace North America LLC		1,105	1,105	1,105
GomSpace France SAS		105	105	105
<b>Investments in subsidiaries</b>		<b>183,813</b>	<b>398,505</b>	<b>183,813</b>
<b>Total non-current assets</b>		<b>183,813</b>	<b>398,505</b>	<b>183,813</b>
Receivables from subsidiaries		28,970	87,365	10,193
Tax receivable		71	71	55
Other prepayments		824	1,610	932
Other receivables		1	55	31
<b>Receivables</b>		<b>29,866</b>	<b>89,101</b>	<b>11,211</b>
<b>Cash and cash equivalents</b>		<b>1,721</b>	<b>105,801</b>	<b>16,100</b>
<b>Total current assets</b>		<b>31,587</b>	<b>194,902</b>	<b>27,311</b>
<b>Total assets</b>		<b>215,400</b>	<b>593,407</b>	<b>211,124</b>
<b>EQUITY AND LIABILITIES</b>				
Share capital		4,391	4,391	4,391
Share premium		670,866	673,475	673,217
Retained earnings		-522,631	-92,745	-522,768
<b>Total equity</b>		<b>152,626</b>	<b>585,121</b>	<b>154,840</b>
Current part of non-current liabilities		53,593	0	52,930
Payables to subsidiaries		5,398	0	0
Trade payables and other payables		3,593	7,873	2,844
Other liabilities		190	413	510
<b>Total current liabilities</b>		<b>62,774</b>	<b>8,286</b>	<b>56,284</b>
<b>Total liabilities</b>		<b>62,774</b>	<b>8,286</b>	<b>56,284</b>
<b>Total equity and liabilities</b>		<b>215,400</b>	<b>593,407</b>	<b>211,124</b>

### Notes without reference

- Accounting policies
- Significant accounting estimates and judgments

## Parent Company Changes in Equity

T.SEK	Share capital	Share premium	Retained earnings	Total equity
<b>Equity 01.01.2022</b>	<b>3,660</b>	<b>578,311</b>	<b>-92,430</b>	<b>489,541</b>
Total comprehensive income for the period	0	0	-431,222	-431,222
Increase in share capital	731	101,831	0	102,562
Increase in share capital, costs	0	-6,925	0	-6,925
Fair value adjustment, convertible loan	0	0	884	884
<b>Total comprehensive income for the period</b>	<b>731</b>	<b>94,906</b>	<b>-430,338</b>	<b>-334,701</b>
<b>Equity 31.12.2022</b>	<b>4,391</b>	<b>673,217</b>	<b>-522,768</b>	<b>154,840</b>
<b>Equity 01.01.2023</b>	<b>4,391</b>	<b>673,217</b>	<b>-522,768</b>	<b>154,840</b>
Total comprehensive income for the period	0	0	137	137
Increase in share capital, costs	0	-2,351	0	-2,351
<b>Total comprehensive income for the period</b>	<b>0</b>	<b>-2,351</b>	<b>137</b>	<b>-2,214</b>
<b>Equity 31.03.2023</b>	<b>4,391</b>	<b>670,866</b>	<b>-522,631</b>	<b>152,626</b>

**Notes without reference**

1. Accounting policies
2. Significant accounting estimates and judgments





GOMSPACE

Product Sale



## Notes

## 1. Accounting policies

**Basis of preparation**

The interim consolidated financial statements for the first quarter of 2023 have 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.

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual consolidated financial statements as of 31 December 2022. Any changes from the Annual Report 2022 are described below.

**Key ratios definitions**

Gross margin	=	$\frac{\text{gross profit}}{\text{net revenue}}$	The gross margin shows the amount of total sales revenue that the group retains after incurring the direct costs associated with producing.
Operating (EBIT) margin	=	$\frac{\text{operating profit}}{\text{net revenue}}$	The ratio shows the group's operational profitability after depreciation and write-downs.
Net margin	=	$\frac{\text{profit}}{\text{net revenue}}$	The net margin shows the ratio of profit (loss) the group earns to the group's total amount of revenue.
Return on invested capital LTM	=	$\frac{\text{profit}}{\text{total assets}}$	The ratio shows how well the group is using its capital to generate profits.
Return on equity LTM	=	$\frac{\text{profit}}{\text{average equity}}$	Return on equity shows how good the group is in generating returns on the investment it received from its shareholders.
Equity ratio	=	$\frac{\text{equity}}{\text{total assets}}$	The ratio is used to measure the group's financial stability.
Earnings per share, basic	=	$\frac{\text{profit}}{\text{number of shares basic, average}}$	The ratio shows the profitability of the group based on outstanding shares.
Earnings per share, diluted	=	$\frac{\text{profit}}{\text{number of shares diluted, average}}$	The ratio shows the profitability of the group based on outstanding shares and expected dilutive securities.
Net working capital	=	Inventory + Contract work + Trade receivables + Other prepayments + Other receivables - Trade payables and other payables - Contract work - Prepayments - Other liabilities	Net working capital shows the group's ability to pay its current liabilities with its current assets.

## 1. Accounting policies (continued)

## Reconciliation of consolidated alternative key figures

T.SEK	Q1		Full year
	2023	2022	2022
Gross profit	9,318	25,320	-51,119
Net revenue	78,150	78,365	198,379
<b>Gross margin</b>	<b>12%</b>	<b>32%</b>	<b>-26%</b>
Operating profit (EBIT)	-14,078	4,166	-231,995
Net revenue	78,150	78,365	198,379
<b>Operating (EBIT) margin</b>	<b>-18%</b>	<b>5%</b>	<b>-117%</b>
Profit (loss) for the year	-14,379	3,420	-227,824
Net revenue	78,150	78,365	198,379
<b>Net margin</b>	<b>-18%</b>	<b>4%</b>	<b>-115%</b>
Profit (loss) for the year LTM	-245,623	-11,410	-227,824
Total Assets	360,987	505,331	334,172
<b>Return on invested capital LTM</b>	<b>-68%</b>	<b>-2%</b>	<b>-68%</b>
Profit (loss) for the year LTM	-245,623	-11,410	-227,824
Average equity LTM	207,996	282,748	164,844
<b>Return on equity LTM</b>	<b>-118%</b>	<b>-4%</b>	<b>-138%</b>
Equity	89,539	326,454	104,798
Total Assets	360,987	505,331	334,172
<b>Equity ratio</b>	<b>25%</b>	<b>65%</b>	<b>31%</b>
Profit (loss) for the year	-14,379	3,420	-227,824
Number of outstanding shares basic and diluted, average	60,547	53,802	60,547
<b>Earnings per share, basic and diluted, SEK</b>	<b>-0.24</b>	<b>0.06</b>	<b>-3.76</b>
Profit (loss) for the year	-14,379	3,420	-227,824
Number of outstanding shares diluted, average	60,547	53,802	60,547
<b>Earnings per share, diluted, SEK</b>	<b>-0.24</b>	<b>0.06</b>	<b>-3.76</b>
Inventories	41,388	42,134	46,162
Contract work	33,573	72,005	29,264
Trade receivables	33,327	20,654	19,954
Other prepayments	6,071	4,797	4,033
Other receivables	9,300	4,562	5,290
Trade payables and other payables	-28,450	-24,284	-27,757
Contract work	-35,988	-55,173	-51,458
Prepayments	-2,172	-1,822	-2,261
Other liabilities	-35,161	-24,573	-29,351
<b>Net working capital</b>	<b>21,888</b>	<b>38,300</b>	<b>-6,124</b>

**New standards adopted by the Group**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments apply for the first time in 2023 but do not have an impact on the interim condensed consolidated financial statements of the Group.



## 2. Significant accounting estimates and judgments

In preparing the interim condensed consolidated financial statements, management makes various accounting estimates and assumptions which form the basis of the presentation, recognition, and measurement of the Group's assets and liabilities.

The accounting estimates and judgments are the same in the interim condensed consolidated financial statements, as described in note 2 of the annual consolidated financial statements of 2022.

## 3. Revenue

T.SEK	Business areas				Total
	Academia	Commercial	Defence	Science	
<b>Jan-Mar 2023</b>					
<b>Geographical</b>					
Sweden	0	580	0	0	580
Denmark	0	1,100	0	0	1,100
Europe (excluding Sweden and Denmark)	250	35,905	-36	28,883	65,002
USA	3,956	3,242	0	62	7,260
Asia	991	794	0	310	2,095
Rest of the world	234	-19	1,898	0	2,113
	<b>5,431</b>	<b>41,602</b>	<b>1,862</b>	<b>29,255</b>	<b>78,150</b>
<b>Jan-Mar 2022</b>					
<b>Geographical</b>					
Sweden	0	204	0	18	222
Denmark	0	465	252	0	717
Europe (excluding Sweden and Denmark)	324	40,771	683	17,903	59,681
USA	120	6,856	71	229	7,276
Asia	648	1,380	0	1,593	3,621
Rest of the world	159	122	6,567	0	6,848
	<b>1,251</b>	<b>49,798</b>	<b>7,573</b>	<b>19,743</b>	<b>78,365</b>
<b>Jan-Mar 2023</b>					
<b>Major goods/service lines</b>					
Revenue from satellite solutions (over time)	697	31,018	1,818	28,944	62,477
Revenue from platforms, payloads and, subsystems (over time)	4,733	10,585	44	311	15,673
	<b>5,430</b>	<b>41,603</b>	<b>1,862</b>	<b>29,255</b>	<b>78,150</b>
<b>Jan-Mar 2022</b>					
<b>Major goods/service lines</b>					
Revenue from satellite solutions (over time)	692	39,160	6,776	18,595	65,223
Revenue from platforms, payloads, and subsystems (over time)	559	10,638	797	1,148	13,142
	<b>1,251</b>	<b>49,798</b>	<b>7,573</b>	<b>19,743</b>	<b>78,365</b>
<b>Jan-Mar 2023</b>					
<b>Order book</b>					
Order backlog 1 January 2023	6,771	88,917	6,385	306,583	408,656
Currency adjustment	67	659	73	3,894	4,693
Order intake	2,933	15,503	219	14,799	33,454
Cancelled orders	0	0	0	0	0
Converted to revenue	-5,431	-41,602	-1,862	-29,255	-78,150
<b>Order backlog 31 March 2023</b>	<b>4,340</b>	<b>63,477</b>	<b>4,815</b>	<b>296,021</b>	<b>368,653</b>
<b>Jan-Mar 2022</b>					
<b>Order book</b>					
Order backlog 1 January 2022	5,213	179,111	20,220	335,421	539,965
Currency adjustment	560	-3,406	324	4,048	1,526
Order intake	2,897	32,979	3,779	1,842	41,497
Cancelled orders	0	-2,350	0	0	-2,350
Converted to revenue	-1,251	-49,798	-7,573	-19,743	-78,365
<b>Order backlog 31 March 2022</b>	<b>7,419</b>	<b>156,536</b>	<b>16,750</b>	<b>321,568</b>	<b>502,273</b>

## 4. Right of use assets (leasing)

Leasing assets		Property	Other fixtures, fittings, tools and equipment	Total
T.SEK				
<b>Group</b>				
Balance at 1 January 2023		40,043	3,538	43,581
Exchange rate adjustment		206	38	245
Additions		0	0	0
Depreciation		-2,736	-429	-3,165
<b>Balance at 31 March 2023</b>		<b>37,514</b>	<b>3,147</b>	<b>40,661</b>
<hr/>				
Balance at 1 January 2022		30,633	2,568	33,201
Exchange rate adjustment		278	30	308
Additions		18,033	0	18,033
Depreciation		-2,460	-291	-2,751
<b>Balance at 31 March 2022</b>		<b>46,484</b>	<b>2,307</b>	<b>48,791</b>

The weighted rate amounts to 2-4%.

Additions in 2022 mainly consist of new office space in Luxembourg to meet the increased number of employees.

T.SEK	Group	
	31 Mar 2023	31 Mar 2022
Within 0-1 years	13,288	11,674
Within 1-5 years	26,359	32,779
After 5 years	4,643	6,479
<b>Total non-discounted leasing payments</b>	<b>44,290</b>	<b>50,932</b>
<hr/>		
<b>Recognised in balance at 31 March</b>		
Current leasing liability (0-1 years)	12,494	11,130
Non-current leasing liability (after 1 year)	29,784	37,466
	<b>42,278</b>	<b>48,596</b>

T.SEK	Jan-Mar	
	2023	2022
<b>Income statement leasing costs</b>		
Interest costs related to leasing contracts	248	206
Payments related to low-value leasing contracts	515	700

## Financial Calendar

Annual general meeting 31 May 2023

### COMPANY INFORMATION

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GomSpace Orbital ApS, 100%  
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Denmark  
Org.nr. 38173561

GomSpace Sweden AB, 100%  
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Org.nr. 556643-0475

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AUDITORS  
Ernst & Young AB

CERTIFIED ADVISOR  
FNCA Sweden AB

## MANAGEMENT'S STATEMENT

The Board of Directors and the CEO certify that this Interim Report presents a true and fair view of the Group's and the parent company's assets, liabilities and financial position on 31 March 2023 and of the results of the Group's and the parent company's operations and cash flow. The Interim Report also describes the significant risks and uncertainties facing the parent Company and other companies in the Group.

Stockholm, 26 May 2023

## Executive Board

Carsten Drachmann  
CEO

Jukka Pekka Pertola  
Chairman

Steen Lorenz Johan Hansen

Nikolaj Wendelboe

Kenn Herskind

This Interim Report has not been reviewed by the company's auditors.

