

Kiruna, August 18, 2022

INTERIM REPORT JANUARY – JUNE 2022

APRIL – JUNE 2022

- Capitalized exploration assets at the end of the period amounted to KSEK 547,305 (379,441).
- Cash and cash equivalents at the end of the period totaled KSEK 233,555 (185,384).
- Equity at the end of the period increased with 39% to KSEK 763,034 (547,711).
- Result for the period amounted to -5,504 KSEK (-3,603).
- Earnings per share amounted to SEK 0.00 (0.00)
- Cash flow for the period was KSEK -72,119 (69,523), mainly based on investments in core drilling at Viscaria and Arvidsjaur, the water purification project as well as the infrastructure project "The bridge construction" at the entrance to Viscaria.
- Total assets at the end of the period amounted to KSEK 832,478 (571,470).

JANUARY – JUNE 2022

- Result for the period amounted to KSEK -9,345 (-8,705).
- Earnings per share amounted to SEK -0.01 (-0.01).
- Cash flow for the period was KSEK 109,264 (184,432).

SIGNIFICANT EVENTS DURING THE PERIOD

- Norrlandsfonden continues to support Copperstone with a convertible loan of MSEK 5.5 at STIBOR +5% annual interest rate and a conversion rate of 1,54 SEK/share until April 2027.
- Copperstone received feedback from the Land and Environmental Court and a number of consultation bodies regarding additions to the environmental application.

"The second quarter has continued to be intense for Copperstone. We have received quick feedback on our environmental permit application, we have accelerated the pace of our core drilling and we are in full swing building the bridge over the railway which will be a new entrance to the Viscaria area. We are now moving towards an eventful autumn with a dedicated team that continues the preparation work at top speed." CEO Anna Tyni.

CEO COMMENTS

At the end of the first quarter, we reached an important milestone towards the goal of reopening the Viscaria mine in Kiruna. On March 30, we submitted our environmental application to the Land and Environment Court. It has been a great effort as we set the bar high both in terms of scope and transparency. The objective is that the stakeholders affected, and the relevant authorities should be able to easily understand and assess the application in a short time. So far, it looks like we have succeeded with our ambition.

Already at the end of June, we received feedback from the Land and Environment Court and several referral bodies regarding additions to the application. The request for additions is a completely normal step in a process like this and enables us to receive as complete an application as possible. SGU (Sweden's Geological Survey), the County Administrative Board in Norrbotten County and MSB (Swedish Civil Contingencies Agency) have been clear in their feedback. Swedish Agency for Marine and Water Management and the Swedish Environmental Protection Agency have communicated that they do not intend to come up with any requirements for additions at this stage. In addition, we have received gratifying news that we received a land grant regarding the Viscaria area from Rennäringsdelegationen and Länsstyrelsen Norrbotten on June 20, 2022.

We have worked through these requests during the summer and intend to submit additions to the court in September 2022. When that is done, the Land and Environment Court will assess whether the application can be considered complete. When the application meets the requirements, it will be announced, and we hope to be able to do so in the fall of 2022. We have a timetable that is bold but also realistic and feasible. If everything goes according to plan, we can start mining in the summer of 2023, even before the processing plant is ready. In that case, we build a raw material stock piles or alternatively deliver the raw material to an external processing plant. Two years later, our processing plant is ready to produce high-quality copper and magnetite concentrate.

Increased local involvement

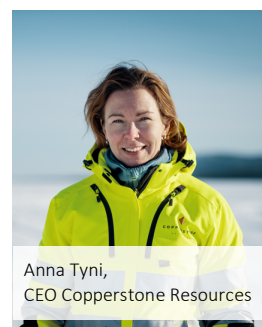
But we also had time for a lot of other things during the second quarter. All parts of the business are moving forward. Not least in the area of transport and logistics. We have started the contract construction of our own bridge over the railway (Malmbanan) to facilitate accessibility to the Viscaria area. The bridge foundations are in place and the bridge is planned to be completed already this autumn. It will greatly facilitate the daily work and for our exploration activities. In addition, we have also increased the pace of our local engagement in Kiruna. Not least through our participation in the initiative Kiruna Växer (Kiruna Is Growing), where we, together with other partners, work hard so that Kiruna can grow with good housing and an expanded cultural and outdoor life. We were also a big sponsor of this year's Kiruna Festival, and it was wonderful to meet so many enthusiastic Kiruna residents on site during those days.

Investments in expansion of mineral resources

We have continued with core drilling, even at an accelerated rate, in order to secure and expand the mineral resources, both in Viscaria and in Arvidsjaur. Viscaria remains our primary focus and core drilling is expected to continue throughout 2022 and 2023. We expect to provide a new mineral update towards the end of the year with verified and expanded asset assessments. Read more about our assessments of both Viscaria and Arvidsjaur subsequently in this report.

Limited impact from increased turbulence in the outside world

The increased turbulence that we have seen in the world recently has so far had a limited impact on Copperstone and our business. While the copper price has declined quite a bit from the record highs seen in 2021 and early 2022, the dollar has also strengthened significantly against the krona, which should ultimately limit the impact of a copper price decline in our calculation of future earnings. Short-term fluctuations in copper price and currencies do not affect us in the preparation phase, where we are now. From a long-term perspective, we continue to see a large demand gap for copper that we want to help cover. In addition, we benefit from the trend for more locally produced minerals and a long-term increase in demand from future European customers. The world also needs metals and above all copper in large quantities to enable the transition that is necessary to reduce global carbon di oxide emissions and dependence on fossil fuels. We are now heading towards an eventful autumn. We have a dedicated team that continues the preparation work at top speed.



Anna Tyni,
CEO Copperstone Resources

ABOUT COPPERSTONE RESOURCES

VISION

Responsible mining for a sustainable future.

THE COMPANY IN SHORT

Copperstone Resources AB is a company now scaling up to become a modern mining company with responsible production through the reopening of the Viscaria mine in Kiruna, Sweden. The deposit's high copper grade assessed mineral resources, geographical location and growing team of experts provides good prerequisites for Copperstone to become a key supplier of high quality and responsibly produced copper – a metal that plays a critical role in Sweden's and Europe's climate transition toward an electrified society. In addition to the Viscaria mine, Copperstone holds a number of other exploitation concessions and exploration permits in Arvidsjaur (Eva, Svartliden, Granliden) and Smedjebacken (Tvistbo mine), all in Sweden. The Parent Company's shares are traded on the Nasdaq First North Growth Market (ticker COPP B). Augment Partners is the company's certified adviser, info@augment.se, +46 8 604 22 55.

GROUP OF COMPANIES

Copperstone Resources AB owns the following four subsidiaries (100%): Copperstone Viscaria AB, Copperstone Arvidsjaur AB, Copperstone Tvistbo AB and Copperstone Incentive AB. The above companies form the Group presented in the following financial statements. For more information on the Group structure and subsidiaries please refer to the 2021 Annual Report.

BUSINESS PERFORMANCE

ENVIRONMENTAL PERMIT

Copperstone Resources intends to resume mining operations at the Viscaria mine in Kiruna. The planned mining operations require an environmental permit. The application for an environmental permit to resume mining operations at the Viscaria mine in Kiruna was submitted on March 30, 2022. The application includes Copperstone's description and ambition for responsible modern mining using the best available technology within the mining industry in terms of the impact on the local environment, in the processing plant and within transport and logistics solutions. In total, the application comprises some 4,000 pages and, inter alia, includes a plan for innovative water management and water purification; recycling of valuable minerals in the old tailings as well as expected environmental impacts, protection and compensation measures for nature and reindeer herding.

At the end of June Copperstone received feedback from the Land and Environmental Court and a number of consultation bodies regarding additions to the application. The company has worked through these requests during the summer and intend to submit additions to the court in September 2022. When that is done, the Land and Environment Court will assess whether the application can be considered complete. When the application meets the requirements, it will be announced. The company's expectation is that it will be able to take place in the fall of 2022. The application can be viewed in full through the Tillståndsportalen at www.copperstone.se.

GEOLOGY

Viscaria

The second quarter had a sharp increase in drilled meters for exploration and resource conversion. Drilling amounted to over 10,000 meters, which is almost doubled compared to the 5,000 meters drilled during the first quarter of 2022. The average drillhole length was 465 meters, reflecting the increased depth to reach multiple target areas. The majority of this increase was related to the directional drilling done to define a measured mineral resource on the high-grade parts of the D Zone and the extension on the high-grade zones within the B Zone to the south. Additionally, resource expansion in the D zone South has continued giving indications of copper and magnetite mineralized intercepts within the marble host. Almost one kilometre of drilling was devoted to metallurgical tests in the A zone as well as so-called condemnation drilling in order to ensure that the future processing plant is not placed on high-grade mineralization.

A new 3D geological model based on newly collected Copperstone drill data was built. The utilization is helpful for exploration, metallurgy and mine planning. Revision on the Viscaria exploration data within the district has led to apply for a strategic new exploration concession (Viscaria 117) which is located immediately South of Copperstone's southernmost concessions. For more information see *Exploitation concessions and exploration permits* below. The beginning of the summer season brought activities related to mapping and soil sampling in Kirkkovaarti 1, Goddevarri 101 and Viscaria 112 exploration concessions to prepare for winter drilling.

Arvidsjaur

Assay results from the recent drilling in Arvidsjaur were received. The two "twin" holes at the Eva deposit (COS22007 and COS 22009) were drilled in close proximity to the old Lundin holes COS05243 and COS05250). COS22007 has, in addition to confirming shallow mineralization rich in gold and zinc, encountered an impressive 5.38 % Zn and 1.30 g/t Au between 170.09-172.03 meters downhole depth, unlocking virgin potential at Eva, outside the current mineral resource boundary. COS22009 encountered approx. 50 meters @ 3% Zn, 44g/t Ag, and +1.2 g/t Au, confirming the historical 2005 drilling by Lundin. Copperstone's ambition is to upgrade the Eva resource towards PERC 2017 compliancy in connection with the Viscaria mineral resource upgrade late 2022.

PROCESSING

Advanced planning of the electrical and automation systems for the planned processing plant for the Viscaria mine in Kiruna is ongoing. The advance planning is being conducted together with Granitor and Siemens, who are experts in their respective fields in areas such as digitalization, electricity/automation, AI and more. The advance planning encompasses relevant key metrics for the plant and processing in terms of production efficiency, traceability, etc.

INFRASTRUCTURE

For the purpose of facilitating work with infrastructure, exploration and other activities in the Viscaria area in the coming years, the company has begun construction of its own bridge over the railway. The bridge is dimensioned to have a capacity to bear loads weighing up to 90 tons. The work is now in progress and the bridge foundations have been cast. On September 11th, bridge steel and concrete elements are lifted into place by a 750-ton crane during a planned downtime of operations on the railroad Malmbanan for 72 hours. After that, the roadway, railings, side supports, etc. must be in place to make the bridge ready for traffic in December 2022.

The work has begun to evaluate and optimize the planned water purification technology that will be used. During August to September the infrastructure with electric power, water pipes and pumps will be installed in order to be ready by late fall when containers with water purification technology arrive from Finland. The facility will be commissioned at the end of 2022. The pilot plant is dimensioned to clean 100 m³/h, which corresponds to about one sixth of the volume that will be cleaned before and after the start of production. Former mining operations are currently discharging mine water into natural recipients. During the test period, the environmental impact is expected to be significantly reduced since the purification efficiency targets over 95 percent for certain substances such as zinc and uranium. The flow rate of 100 m³/h corresponds to the existing volume of the natural outflow from the old mine. The water purification pilot test is being conducted together with Teollisuuden Vesi Oy.

SUSTAINABILITY

Copperstone will pursue credible and genuine sustainability initiatives. For this reason, thorough groundwork is being conducted prior to the production start of mining operations. When the Viscaria mine starts operation, we will be in the top 5% of the most climate-efficient copper mines in the world and thus be able to deliver sustainably and responsibly produced copper for the European market.

Copperstone's Annual Report was published in the first quarter and covered the company's sustainability efforts as well as a presentation of seven selected focus areas. Selection of the focus areas was based on principles from the International Council on Mining & Metals (ICMM), SveMin's guidelines, the Towards Sustainable Mining (TSM) protocols, the UN's 2030 Agenda and the UN Global Compact. Moreover, decision data from stakeholder dialogues and business intelligence was also taken into consideration. The focus areas have been adopted by the management and Board, and will set the tone for work with sustainability in the years ahead. Each focus area has an adopted sustainability goal which will guide work design and follow-up. The goals will be revised when needed in pace with the development of Copperstone's operations and as other types of data becomes relevant. Read more about the company's work on sustainability in the 2021 Annual Report.

Through its sustainability activities, Copperstone can contribute to the UN Sustainable Development Goals (SDGs) from day one. The adopted focus areas can contribute to the SDGs below in different ways, read more about how in this year's sustainability report.



GROUP FINANCIAL INFORMATION

APRIL – JUNE 2022

During the second quarter of 2022, Copperstone's focus was primarily on the Viscaria Project and core drillings in Arvidsjaur. Capitalized exploration assets within the Copperstone Group amounted to KSEK 547,305, corresponding to an increase of KSEK 167,864 from KSEK 379,441 on June 30, 2021.

Net sales for the quarter were KSEK 0 (0) and result after tax amounted to KSEK -5,504 (-3,603).

Cash flow for the quarter was KSEK -72,119 (69,523), mainly based on investments in core drilling at Viscaria and Arvidsjaur, the water purification project as well as the infrastructure project "The bridge construction" at the entrance to Viscaria. Cash flow from operating activities, excluding investments and financing, was KSEK -10,702 (-4,706). Net investments amounted to KSEK -65,862 (-21,486). Net cash flow from financing activities for the quarter was KSEK 4,445 (95,715).

JANUARY – JUNE 2022

Net sales for the period were 0 (0) KSEK and result after tax amounted to KSEK -9,345 (-8,705).

Cash flow for the quarter was KSEK 109,264 (184,432), based on financing through new share issue, redemption of warrants and convertibles. Cash flow from operating activities, excluding investments and financing, was KSEK -10,374 (-13,107). Net investments amounted to KSEK -113,084 (-56,149). Net cash flow from financing activities for the quarter was KSEK 232,722 (253,688).

FINANCIAL POSITION AS PER JUNE 30, 2022

Assets as per June 30, 2022

Capitalized exploration assets have increased with 44 percent at the end of the period and amounted to MSEK 547.3 (379.4).

Cash at hand at the end of the period amounted to MSEK 233.6 (185.4).

Interest-bearing liabilities as per June 30, 2022

In May 2022, Norrlandsfonden chose to continue to support Copperstone with a convertible loan of MSEK 5.5 at STIBOR 5% annual interest rate and a conversion rate of 1,54 SEK/share until April 2027.

Norrlandsfonden held MSEK 21.56 worth of convertibles at an interest rate of ~5% per annum. For more information on Norrlandsfonden's investments in Copperstone please refer to the Group's 2021 Annual Report.

PARENT COMPANY FINANCIAL INFORMATION

APRIL – JUNE 2022

Net sales for the quarter were KSEK 0 (0) and result before tax amounted to KSEK -5,132 (-3,609).

During the quarter, capitalized exploration assets amounted to KSEK 3,464 (473). Total operating expenses amounted to KSEK 9,931 (7,174).

JANUARY – JUNE 2022

Net sales for the period were KSEK 0 (0) and result before tax amounted to KSEK -8,571 (-8,752). During the period, capitalized exploration assets amounted to KSEK 4,494 (1,116). Total operating expenses amounted to KSEK 16,012 (15,616).

OTHER INFORMATION

Employees

Under the Corporate Management of Chairman Jörgen Olsson and CEO Anna Tyni, Copperstone's management also includes Glenn Nilsson (Mining Manager), Anders Lundkvist (Head of Environment and Sustainability), Marcello Imaña (Chief Geologist) and Michael Mattsson (Head of Business Development). During the period, additional recruitments were undertaken, and the team now consists of 25 employees in total, plus an additional number of environmental and mine planning consultants on a temporary basis during the environmental permit process and work on the feasibility study. Thomas Lindholm, Geovista, is the Group's Qualified Person according to the Fennoscandian Association for Minerals and Metals Professionals and he is also a Fellow of the AusIMM which means that he can report according to both PERC and JORC regulations.

Exploitation concessions and exploration permits

As per August 1, 2022, Copperstone had six approved exploitation concessions and 13 exploration permits valid.

AWARDED EXPLOITATION CONCESSIONS						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Svarttiden K nr 1	36,0	2000-12-27	2025-12-27	lead, gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Viscaria K nr 3	115,7	2012-01-16	2037-01-16	gold, iron, copper, silver, zinc	Kiruna	Copperstone Viscaria AB
Viscaria K nr 4	30,0	2012-01-16	2037-01-16	gold, iron, copper, silver, zinc	Kiruna	Copperstone Viscaria AB
Tvistbogruvan K nr 1	11,4	2012-04-17	2037-04-17	lead, gold, copper, manganese, silver, tungsten, zinc	Smedjebacken	Copperstone Tvistbo AB
Eva K nr 1	34,2	2017-11-13	2042-11-13	lead, gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Viscaria K nr 7	63,8	2018-03-26	2043-03-26	copper	Kiruna	Copperstone Viscaria AB
Total [hektar]:	291,2					
APPLIED EXPLOITATION CONCESSION						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Viscaria K nr 8	128,3			gold, iron, cobalt, copper, silver, vanadium, zinc	Kiruna	Copperstone Viscaria AB
Total [hektar]:	128,3					
AWARDED EXPLORATION PERMITS						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Viscaria East	211,9	2017-06-09	2020-06-09*	copper	Kiruna	Copperstone Viscaria AB
Nihka East	144,1	2015-06-16	2023-06-16	copper	Kiruna	Copperstone Viscaria AB
Viscaria nr 101	1472,3	2002-10-16	2023-07-07	copper	Kiruna	Copperstone Viscaria AB
Viscaria nr 107	1842,8	2009-08-10	2023-08-10	copper	Kiruna	Copperstone Viscaria AB
Kirkkovaartnr 1	386,4	2018-11-08	2023-11-08	copper, lead, zinc, iron, gold, silver	Kiruna	Copperstone Viscaria AB
Rengarde nr 1	3517,3	2018-11-08	2023-11-08	copper, lead, zinc, iron, gold, silver	Kiruna	Copperstone Viscaria AB
Viscaria nr 112	1944,8	2011-12-05	2023-12-05	copper	Kiruna	Copperstone Viscaria AB
Sandberget nr 500	7641,0	2019-02-11	2024-02-11	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Sandberget nr 400	535,6	2019-02-11	2024-02-11	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Sandberget nr 300	18,7	2012-10-03	2024-10-03	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Sandberget nr 200	19,2	2012-10-03	2024-10-03	gold, copper, silver, zinc	Arvidsjaur	Copperstone Resources AB
Goddevarri nr 101	148,4	2019-12-04	2024-12-04	copper, lead, zinc, iron, gold, silver	Kiruna	Copperstone Viscaria AB
Viscaria nr 1	818,7	2008-06-24	2025-06-24	copper	Kiruna	Copperstone Viscaria AB
Total [hektar]:	18701,2					
APPLIED EXPLORATION PERMITS						
NAME	AREA(ha)	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100 %)
Viscaria nr 117	4986,5	2022-05-06**		gold, iron, cobalt, copper, molybden, nickel, silver	Kiruna kommun	Copperstone Viscaria AB
Total [hektar]:	4986,5					

* The question regarding the validity of the exploration permit is being processed at The Administrative Court of Appeal (Sv: Kammarrätten). The permit is valid until final decision in this regard.

** Refers to application date.

- The company considers the possibility of environmental benefits as well as economically viable extraction of metals from Viscaria's existing tailing ponds to be very high, which is the reason why the company submitted an application to the Mining Inspectorate in February 2022 for an exploitation concession regarding this deposit. Processing is ongoing.
- On May 5, 2022, the Riksdag's Chamber approved the Swedish government's proposal and exploration permits that were valid until June 9, 2022 were automatically extended by one year, which is very advantageous for the company ahead of the mine planning that is now at an intensive stage, while the regional exploration ambitions remain firm.
- On May 6, 2022, Copperstone applied for the exploration permit Viscaria nr 117 (4,933.65 hectares) along the geological strike south-west from the Viscaria mine. In particular two areas are considered highly prospective for concession mineral, namely Yhteinenjärvi (southern extension of the D-zone) that has already been explored by Copperstone, and Poultsa, where another mining company has recently explored, and where Copperstone now has applied for an exemption at the Mining Inspectorate of Sweden for lifting of the prohibition year, due to synergies with the Viscaria mine and since Copperstone should be viewed as the most suitable company to explore the area, according to the definition of the Swedish Mineral's Act. The Viscaria nr 117 application include copper, iron, gold, cobalt, silver, nickel and molybdenum. Administrative processing underway.
- For more information visit the Copperstone website at www.copperstone.se.

Owners

As per June 30th, 2022, the number of shares in issue was 1,330,093,009 (share capital SEK 133,009,300.9), distributed among more than 14,000 shareholders. The largest owners, as per June 30, 2022, with known changes as per July 8th 2022, are set forth in the table below.

Shareholders	Number of shares	Ownership
JRS Asset Management AB for Clients account	91,140,765	6,9%
JOHECO AB	71,000,000	5,3%
Thomas von Koch via Company	60,000,000	4,5%
RoosGruppen AB	39,839,556	3,0%
Avanza Pension	32,944,502	2,5%
SIX SIS AG	31,964,783	2,4%
Skandinavkonsult i Stockholm AB	26,000,000	2,0%
Björn Israelsson	25,100,000	1,9%
Michael Mattsson	25,000,250	1,9%
Allanova AB	25,000,010	1,9%
Santhe Dahl Invest AB	23,200,000	1,7%
Johan Lundberg incl Company	21,111,132	1,6%
SEB AB, Luxembourg	20,900,000	1,6%
Per-Olof Bucht	17,094,605	1,3%
Emanuel Lipschütz incl Company	16,850,134	1,3%
AB Gespann	16,433,533	1,2%
Mastan AB	15,874,986	1,2%
Nordnet Pension	15,637,132	1,2%
Kenneth Nielsen incl Company	15,317,811	1,2%
Anders Larsson	14,100,000	1,1%
Swedbank Försäkring	12,913,301	1,0%
Micael Bile	12,171,908	0,9%
Others	700,498,601	52,7%
Total	1,330,093,009	100%

Where known and confirmed, the ultimate owners are listed above, rather than indirect custodians or insurer solutions recorded in Euroclear's registers.

Future possible dilution 2023/2029

Total (SEK) to Copperstone if warrants fully exercised	64,084,055
Total possible dilution, warrants number of shares	51,949,723
Total possible dilution, convertibles	22,713,361
Total number of outstanding shares in Copperstone	1,330,093,009
Total possible dilution from warrants and convertibles, %	5.32%

Future outlook

Copperstone's financial position is solid, with a cash position of more than MSEK 230 at the end of the second quarter. During the beginning of the financial year, essential working capital for the upcoming financial years has been secured. The board's assessment is that Copperstone will be able to use long-term borrowing of around 60 percent for future financing of the processing plant.

The increased turbulence that has characterized the outside world in recent times has so far had a limited impact on Copperstone and its operations. Short-term fluctuations in copper prices and currencies do not affect the company in the ongoing preparation phase. In a longer perspective, there is still a large demand gap for copper. In the medium to long term, the demand for responsible sourced raw materials within EU is estimated to increase further.

Risks and uncertainties

Mineral exploration is a high-risk high-reward business where only a few of the evaluated projects may lead to development of producing mines. Exploration results will continuously be evaluated by the company, and there can be no guarantee that any exploration of mineralization will lead to commercial production in Kiruna, Arvidsjaur or Smedjebacken. There is no guarantee that the Group can generate enough funds to finance continued operations. A failure to generate funds at the right time may lead to postponed investigations, downsized or terminated operations. A more detailed description of the risks and uncertainties of the Group can be found in the 2021 Annual Report.

Despite these risks, the Board is confident that advances are being made, and that the Group has been significantly de-risked through the Viscaria acquisition 2019, the intensified development that is occurring due to that project.

Accounting policies

This interim report has been prepared according to the IAS 34 Interim Financial Reporting, the Swedish Annual Accounts Act and the Swedish Financial Reporting Standards Board's recommendation RFR 1 and for the Parent Company RFR 2. The same accounting policies and calculation methods were used in the 2021 Annual Report. For a more detailed description of the accounting policies applied for the consolidated accounts and for the Parent Company in this interim report, see the 2021 Annual Report.

Financial calendar

November 18, 2022	Publication of Q3 2022 Report
March 3, 2023	Publication of 2022 Year-end Report

This report has not been reviewed by the Company Auditor.

Assurance

The Board of Directors and the CEO hereby give their assurance that the interim report provides a true and fair view of the business activities, financial position and results of operations of the Group and the Parent Company and describes the significant risks and uncertainties to which the Parent Company and Group companies are exposed.

Kiruna, August 18, 2022

Jörgen Olsson
Executive Chairman of the Board

Markus Petäjaniemi
Deputy Chairman of the
Board

Michael Mattsson
Board Member

Lars Seiz
Board Member

Sven-Erik Bucht
Board Member

Ing-Marie Andersson Drugge
Board Member

Jane Lundgren Ericsson
Board Member

Anna Tyni
CEO

**STATEMENT OF COMPREHENSIVE INCOME - GROUP
 (KSEK)**

	Apr–Jun 2022	Apr–Jun 2021	Jan–Jun 2022	Jan–Jun 2021	Jan–Dec 2021
Operating revenue, etc.					
Capitalized expenditure for exploration	46 325	21 429	92 942	34 772	109 694
Other operating revenue	134	-	200	91	278
Total operating revenue	46 459	21 429	93 142	34 863	109 972
Operating expenses					
Other external costs	-42 041	-18 747	-83 650	-32 228	- 98 522
Wages, salaries and other personnel costs	- 7 914	-6 016	-14 720	-10 880	- 23 012
Amortization/depreciation and impairment	- 1 343	-103	-2 690	-165	- 3 304
Other operating expenses	- 134	-6	-355	-3	- 33
Total operating expenses	- 51 432	-24 872	- 101 415	-43 276	- 124 871
Operating loss	- 4 973	-3 443	-8 273	-8 413	-14 899
Financial items					
Financial income	-	-	-	-	-
Financial expenses	-531	-160	-1 072	-292	- 1 350
Net financial items	-531	- 160	-1 072	-292	- 1 350
Loss before tax	-5 504	-3 603	-9 345	-8 705	- 16 249
Loss for the period and comprehensive income	- 5 504	-3 603	-9 345	-8 705	- 16 249
Number of shares					
Number of shares at the end of the period	1,330,093,009	1,110,768,694	1,330,093,009	1,110,768,694	1,117,018,694
Average number of shares	1,309,641,255	1,046,641,124	1,271,116,742	929,079,701	960,402,866
Earnings per share – before and after dilution, SEK*	0,00	0,00	-0,01	-0,01	-0,01

*There are warrant programs and convertible loans that could entail dilution but no dilutive effect arises since there a loss was recorded for the period

BALANCE SHEET – GROUP (KSEK)

	Jun 30, 2022	Jun 30, 2021	Dec 31, 2021
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure for exploration	547 305	379 441	454 363
Total intangible assets	547 305	379 441	454 363
Tangible assets			
Buildings and land	936	376	990
Leasehold improvements	453	-	506
Right-of-use assets	18 141	1 247	18 703
Equipment, tools, fixtures and fittings	1 342	367	1 236
Construction in progress and advance payments for	19 934	-	-
Total tangible assets	40 806	1 990	21 435
Financial assets			
Other non-current receivables	173	73	73
Total financial assets	173	73	73
Total fixed assets	588 284	381 504	475 871
Current assets			
Current receivables			
Other current receivables	9 358	4 041	5 948
Current tax receivables	-	52	-
Prepaid expenses and accrued income	1 281	489	831
Total current receivables	10 639	4 582	6 779
Cash and bank balances	233 555	185 384	124 291
Total current assets	244 194	189 966	131 070
TOTAL ASSETS	832 478	571 470	606 941
EQUITY AND LIABILITIES			
Equity			
Share capital	133 009	111 077	111 702
Other contributed capital	746 050	536 243	537 285
Loss brought forward including loss for the period	-116 025	- 99 609	- 106 637
Total equity	763 034	547 711	542 350
Non-current liabilities			
Convertible loans	21 552	9 100	15 894
Lease liabilities	13 724	985	14 742
Total non-current liabilities	35 276	10 085	30 636
Current liabilities			
Accounts payable	24 203	6 963	18 214
Current tax liabilities	-	-	-
Lease liabilities	4 382	251	3 873
Other current liabilities	1 976	2 355	1 818
Accrued expenses and deferred income	3 607	4 105	10 050
Total current liabilities	34 168	13 674	33 955
TOTAL EQUITY AND LIABILITIES	832 478	571 470	606 941

**STATEMENT OF CHANGES IN EQUITY – GROUP
(KSEK)**

	Share capital	Other contributed capital	Retained earnings incl. result of the period	Total equity
Opening balance, Jan 1, 2021	64 128	325 336	- 92 662	296 802
New share issue	34 123	136 495		170 618
Issue costs		- 6 941		- 6 941
Warrants			162	162
Total result for the period			- 5 102	- 5 102
Closing balance, Mar 31, 2021	98 251	454 890	-97 602	455 539
New share issue	12 826	83 366		96 192
Issue costs		-2 013		-2 013
Warrants			1 596	1 596
Total result for the period			-3 603	- 3 603
Closing balance, Jun 30, 2021	111 077	536 243	- 99 609	547 711
New share issue	625	875		1 500
Issue costs	-	-	-	-
Convertible bonds		167		167
Warrants			516	516
Total result for the period			- 7 544	- 7 544
Closing balance, Dec 31, 2021	111 702	537 285	-106 637	542 350
	Share capital	Other contributed capital	Retained earnings incl. result of the period	Total equity
Opening balance, Jan 1, 2022	111 702	537 285	- 106 637	542 350
New share issue	20 795	208 056		228 851
Issue costs		-3 692		- 3 692
Warrants			4 513	4 513
Total result for the period			- 3 839	- 3 839
Closing balance, Mar 31, 2022	132 497	741 649	-105 963	768 183
New share issue	512	4 556		5 068
Issue costs		- 198		-198
Warrants			- 4 556	- 4 556
Convertible bonds		43	-	43
Total result for the period			- 5 506	- 5 506
Closing balance, Jun 30, 2022	133 009	746 050	- 116 025	763 034

**STATEMENT OF CASH FLOWS - GROUP
 (KSEK)**

	Apr–Jun 2022	Apr–Jun 2021	Jan–Jun 2022	Jan–Jun 2021	Jan–Dec 2021
Cash flow from operating activities					
Operating result before financial items	- 4 977	- 3 439	- 8 273	- 8 410	- 14 899
Adjustment for items not included in the cash flow etc.	1 395	288	2 925	103	3 335
Interest paid	-532	-163	-1 072	- 295	- 1 350
Income tax paid	-	-120	-	-52	-
Cash flow from operating activities before changes in working capital	- 4 114	-3 434	- 6 420	- 8 654	- 12 914
Increase/decrease other current receivables	1 552	-1 834	- 3 860	- 2 955	- 5 204
Increase/decrease accounts payable	- 352	- 2 174	5 989	-3 491	7 760
Increase/decrease other current liabilities	- 7 788	2 736	-6 083	1 993	- 13 799
Cash flow from operating activities	-10 702	-4 706	-10 374	-13 107	- 24 157
INVESTING ACTIVITIES					
Investments in intangible assets	-46 324	-21 428	-92 942	-34 786	- 109 694
Investments in tangible assets	-19 538	-58	-20 236	-163	- 2 345
Sales of tangible assets	-	-	21	-	-
Investments in financial assets	-	-	-	-21 200	-
Change in financial assets	-	-	73	-	-
Cash flow from investing activities	-65 862	-21 486	-113 084	-56 149	-112 039
FINANCING ACTIVITIES					
New share issue	4 870	94 179	230 029	252 056	252 056
Convertible bonds	43	-	43	-	167
Warrants	-4 556	1 596	- 43	1 758	2 274
Borrowings	5 457	-	5 457	-	8 460
Repayment of lease liabilities	-1 369	-60	- 2 764	-126	- 3 422
Cash flow from investing activities	4 445	95 715	232 722	253 688	259 535
Cash flow for the period	-72 119	69 523	109 264	184 432	123 339
Cash at hand at the beginning of the period	305 674	115 861	124 291	952	952
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	233 555	185 384	233 555	185 384	124 291

**INCOME STATEMENT – PARENT COMPANY
 (KSEK)**

	Apr–Jun 2022	Apr–Jun 2021	Jan–Jun 2022	Jan–Jun 2021	Jan–Dec 2021
Operating revenue, etc.					
Capitalized expenditure for exploration	3 464	473	4 494	1 116	2 235
Other revenue	1 641	3 236	3 555	6 012	10 317
Total operating revenue	5 105	3 709	8 049	7 128	12 552
Operating expenses					
Other external costs	- 7 452	- 4 572	-11 564	-11 011	-19 911
Wages, salaries and other personnel costs	-2 472	- 2 581	-4 407	-4 573	-7 990
Depreciation/amortization and impairment	-6	-21	- 12	- 32	-63
Other operating expenses	-1	-	-29	-	- 1
Total operating expenses	-9 931	- 7 174	-16 012	-15 616	- 27 965
Operating loss	-4 826	-3 465	-7 963	-8 488	-15 413
Financial items					
Gain/loss from other securities and receivables from fixed assets					-
Other interest income and similar profit/loss items					-
Interest expense and similar profit/loss items	-306	-144	- 608	- 264	-678
Total financial items	-306	-144	-608	- 264	- 678
Result before tax	- 5 132	- 3 609	- 8 571	-8 752	- 16 091
Total result for the period	- 5 132	-3 609	- 8 571	-8 752	- 16 091

BALANCE SHEET – PARENT COMPANY (KSEK)

	Jun 30, 2022	Jun 30, 2021	Dec 31, 2021
ASSETS			
Fixed assets			
Intangible assets			
Capitalized expenditure for exploration	66 506	60 893	62 012
Total intangible assets	66 506	60 893	62 012
Tangible assets			
Equipment, tools, fixtures and fittings	68	157	126
Total tangible assets	68	157	126
Financial assets			
Participations in Group companies	227 202	227 202	227 202
Other non-current receivables	47	48	48
Total financial assets	227 249	227 250	227 250
Total fixed assets	293 823	288 300	289 388
Current assets			
Current receivables			
Receivables from Group companies	266 011	91 423	159 400
Current tax receivables	-	52	
Other current receivables	485	1 419	378
Prepaid expenses and accrued income	569	155	365
Total current receivables	267 065	93 049	160 143
Cash and bank balances	219 881	172 247	108 420
Total current assets	486 946	265 296	268 563
TOTAL ASSETS	780 769	553 596	557 951
EQUITY AND LIABILITIES			
Equity			
Restricted equity			
Share capital	133 009	111 077	111 702
Fund for development reserve	47 400	41 787	42 906
Total restricted equity	180 409	152 864	154 608
Non-restricted equity			
Share premium reserve	739 401	529 595	530 636
Loss brought forward	-170 613	-148 909	-150 028
Result for the period	-8 571	-8 752	-16 091
Total non-restricted equity	560 217	371 934	364 517
TOTAL EQUITY	740 626	524 798	519 125
Non-current liabilities			
Convertible loans	21 552	9 100	15 894
Current liabilities			
Accounts payable	2 080	2 608	2 599
Liabilities to Group companies	14 505	14 551	17 174
Current tax liabilities	-	-	-
Other current liabilities	843	1 528	931
Accrued expenses and deferred income	1 163	1 011	2 228
Total current liabilities	18 591	19 698	22 932
TOTAL EQUITY AND LIABILITIES	780 769	553 596	557 951