

**INTERIM QUARTERLY REPORT (Q418) OCTOBER 1st 2018 TO DECEMBER 31st 2018****Financial results for the Group for October 1st to December 31st 2018:**

- Result of the period amounted to -5,048 (-1,958) KSEK.
- Earnings after tax per share were -0.02 (-0.01) SEK.
- The cash flow during the period was -952 (23,951) KSEK.
- The shares in NIO have been revalued at market price resulting in a write-off of 3.9 MSEK

**Financial results for the Group for Year to date as of December 31st 2018:**

- Result of the period amounted to -459 (-7,984) KSEK.
- Result of the period per share was 0.00 (-0.04) SEK.
- The difference 2018 to 2017 is mainly due to the netting of a receivable in NIO for shares and a convertible. The receivable was acquired by Copperstone at a discount to nominal value in 2016, generating a profit of 8.2 MSEK at its finalization before the listing of NIO at Nasdaq First North.
- The shares in NIO have been revalued at market price resulting in a write-off of 3.9 MSEK
- The closing balance of cumulative capitalized expenditure for exploration amounted to 59,212 (39,151) KSEK.
- Total assets at the end of the period was 74,681 (78,642) KSEK.
- The cash flow during the period was -26,901 (25,557) KSEK.
- The liquidity at the end of the period was 1,385 (28,286) KSEK.

**Significant events during the period:**

- Award of EVA K NO. 1 Exploitation Concession confirmed by the Swedish Government.
- Viscaria copper project: Share sale and purchase agreement signed.
- Norrlandsfonden to convert 1.5 MSEK into Copperstone shares.
- Sunstone shareholders voted 99.95% in favour of the Viscaria transaction.
- Copperstone shareholders voted 99.99% in favour of the Viscaria transaction.
- Copperstone confirms large scale exploration target potential of 150-210 million tonnes at 0.25-0.45% copper at Granliden and provides an updated mineral resource inventory for the property.
- Change of Management; Michael Mattsson new CEO.

**Significant events after the period:**

- Viscaria update regarding financing and expected closing.
- Strengthening of the permission portfolio.

For further information, please contact Michael Mattsson (CEO) at +46(0)580-88890, +46(0)705 739 777, [info@copperstone.se](mailto:info@copperstone.se) or refer to Copperstone webpage: [www.copperstone.se](http://www.copperstone.se).

This press release contains insider information which Copperstone Resources AB (publ) is obliged to publish according to the EU market abuse regulation (MAR). The information was delivered by the above-mentioned contact for publishing February 21, 2019 at 21:30 CET.

Dear reader,

2018 was one of the most active and successful years in Copperstone's history. The Company has, thanks to profound geological expertise and drilling success, increased its code-compliant inferred resource base of copper (Granliden Svartliden) by five times, in this year alone. From the Mining Inspectorate (through the Government) we have received an exploitation concession for the southern (Eva) area with predecessor estimates of approx. 140 employment opportunities (and more than 200 during ramp-up) including multiplying effect, an annual production of 750,000t and a life of mine of 7 years with the existing resource base of 120,000t zinc with gold, silver and copper as contribution. Still, we explore for more in order to optimize the usage of the mineral resources and minimize the side effects. We already know the scale of the Copperstone project is becoming larger as we drill deeper and more. Only the years to come can tell us the true scale, potential and if/where economical and sustainable mining will occur, and whether this will be by Copperstone alone or co-funded by a partner. With Sunstone as the soon-to-be main shareholder we incorporate also track record of billion tonnes porphyry copper discoveries for our future success. Very recently, the Mining Inspector awarded new exploration permits and we now have the complete permission portfolio to execute all our plans for the vast Copperstone area.

I foresee increasing activity in Arvidsjaur and Kiruna the years to come. Arvidsjaur has recently been the host of the largest electrical car fleet in the world, and since 2016 actively supporting growth within the base metals industry. We are in the right place at the right time. EU needs base metals, Sweden and Norrbotten can facilitate that and a lot of employment opportunities arise.

We are working hard on our relations locally. The starting point is always to share information, listen and communicate. Compromises and understanding for local interests are keys to long-term co-existence and we value the productive, open and solid relations we have built up around the Copperstone project with stakeholders, land owners and others.

Regarding the Copperstone project, the company stands firm on the technical team's detection and vision and in the years to come we will know whether we succeeded in unlocking the true blue sky potential inside and outside the geological model. Further exploration is certainly required to define the property as porphyry copper and increase resources into reserves as well, yet the widespread (2x4 km) mineralization as well as hydrothermal alterations, bornite, phyllic alteration and the close proximity to a billion-ton deposit (Laver), certainly point in that direction.

The ongoing work does not stop here, quite the opposite. We have identified a significant number of new targets, thanks to a NSAMT program 2017-2018. A periphery hole (and a conductive corridor 750 meters north of "64" - which resulted in a mind-blowing intersection of 11m @ +2.6% Cu) show 1.7% Cu with length. I like to find out if/how these connect. East of Eva's 50+ historical shallow resource holes, a deep conductive anomaly has just recently been detected. To mention a few.

The Viscaria acquisition is moving towards Closing. Subsequent to network relation building, land and stakeholder's acceptance, and an environmental permit, Viscaria has the potential to becoming Kiruna's second largest private employer by the year 2022, it is hard to find a better place globally to develop this copper mine. There is gold produced at the historical mine site, cobalt and magnetite in the system as well. We are in a position with a highly valuable portfolio of exploitation concessions and exploration permits, and striving to unlock the true values, so that this first-class exploration company can be developed to unprecedented height according to best practice.

Michael Mattsson, Chief Executive Officer

## Significant Events during the period

The following section outlines significant events that have taken place from October 1st, 2018 up to and including December 31st, 2018.

### **(1) EVA K NO. 1 Exploitation Concession confirmed by the Swedish Government**

In November 2017 the Mining Inspector awarded Copperstone the exploitation concession Eva k no. 1 (34ha) in Arvidsjaur municipality, Sweden. The decision was objected in due time and in May 2018, Copperstone received a request for supplementary information from the Swedish Government. Copperstone conducted meetings and discussions with the respective parties, and in August, 2018, Copperstone filed the response. On October 1<sup>st</sup> 2018 Copperstone announced that the Swedish Government has informed the Company that they had rejected the objection to award Copperstone the exploitation concession Eva k no. 1. The Mining Inspector's decision to award exploitation concession Eva k no. 1 is therefore the final outcome.

The Company will evaluate and develop Eva, Svartliden and Granliden, as being an integral and outer part of the large scale hydrothermal system identified at the Copperstone area. The exploitation concession Eva k no. 1 will be valid for 25 years.

### **(2) Viscaria copper project: Share sale and purchase agreement signed**

On October 2<sup>nd</sup> 2018 Copperstone announced that the Company has entered into a Share Sale and Purchase Agreement with Sunstone Metals Ltd Australia regarding the acquisition of 100% of Avalon Minerals Viscaria AB, substantially in accordance with the Letter of Intent signed and announced between the parties August 8<sup>th</sup> 2018.

### **(3) Norrlandsfonden to convert 1.5 MSEK into Copperstone shares**

On October 23<sup>rd</sup> 2018 Copperstone announced that Stiftelsen Norrlandsfonden will convert 1.5 MSEK of the September 2015 tranche into 6,250,000 B-shares in Copperstone at a conversion price of 0.24 SEK. The transaction will result in a strengthening of the financial net and balance sheet of Copperstone. The share capital of Copperstone will increase by 625,000 SEK to 24,860,376.10 SEK. The number of outstanding shares will increase to 248,603,761, corresponding to a dilution of 2.51% (of the total 5.92% indirect ownership in Copperstone that Norrlandsfonden currently holds).

### **(4) Sunstone shareholders vote in favour of the Viscaria transaction**

99,95% of the shareholder votes represented at the Sunstone Extra General Meeting were in favour of the Viscaria transaction with Copperstone.

### **(5) Copperstone shareholders vote in favour of the Viscaria transaction**

The Extra General Meeting held 27 November 2018, decided to approve of the acquisition of 100% of the shares of Avalon Minerals Viscaria AB from Sunstone Metals Ltd. 99,99% of the votes at the EGM voted in favour, and 0,01% neutral. The EGM decided to increase the Board of Directors to six and to introduce Malcolm Norris as new Director. Malcolm Norris, CEO of Sunstone, has 30-years experience

from the mining industry and extensive experience from Executive Management, Exploration and Business development.

**(6) Copperstone confirms large scale exploration target potential of 150-210 million tonnes at 0.25-0.45% copper at Granliden and provides an updated mineral resource inventory for the property**

Copperstone announced that an Exploration Target potential of 150-210 million tonnes at a grade of 0.25-0.45% copper has been estimated by Micon International Co LTD (UK) ("Micon") for the Granliden area of the project. In addition, the Company has also received a PERC 2017 compliant Mineral Resource Statement from Micon for the shallow copper mineralisation at both Granliden Hill and Svartliden. In total 26 million tonnes of Inferred Mineral Resource at a grade of approximately 0.43% copper has been defined, with reasonable prospects for eventual economic extraction at stated modeling factors. Whittle modelling was used by Micon to generate pit-optimized Inferred Resources at a mining cut-off of 0.1% copper at a metal price of 6,200USD / tonne. All pit optimization parameters and other factors are described in the Micon report published with the press release.

Results of the Inferred Mineral Resource estimation by Micon are as follows:

**Granliden:** 16.92mt at 0.44% copper and 3.65 g/t silver

**Svartliden:** 9.43mt at 0.42% copper, 9.76 g/t silver, 0.12 g/t gold and 0.34% zinc

In total the shallow open pit Inferred Mineral Resources for the property has increased significantly to approximately 26mt with an average grade of approximately 0.43% copper and 5.90 g/t silver. This resource estimate is in addition to the 150-210mt Exploration Target now declared for the Granliden area. The 9.4mt Inferred Mineral Resource at Svartliden is the first publication for this copper-zinc mineralization zone. All mineralization found thus far is contained within or close to the pit-optimized Inferred Mineral Resource wireframes. There is a low resistivity anomaly coincident with a magnetic anomaly right under this resource. Deeper exploration drilling is required to test out the cause of these geophysical anomalies and search for any further resource potential below. However, there can be no guarantee that further drilling will locate any additional mineral resources at Svartliden. All details for estimation of the Exploration Target and Mineral Resources can be found in the report from Micon published with the press release 20 December 2018 ([www.copperstone.se](http://www.copperstone.se)).

**7) Change of Management**

Copperstone announced that Michael Mattsson takes over as CEO of Copperstone, as Chris McKnight steps down. As the company is growing, Copperstone will separate the roles of CEO and Exploration Manager. Ann Zetterberg Littorin takes over as Chairman of the Board.

**Significant Events after Q418 period**

The following section outlines significant events that have taken place since December 31st, 2018.

**1) Viscaria update regarding financing and expected closing**

Copperstone announced that the Company has signed a 5-year 25 MSEK credit facility. In addition a non-binding term sheet regarding a convertible debt facility of 100 MSEK has been signed with a US-based fund. Upon the convertible debt facility becoming binding and the first tranche of 22.5 MSEK has been paid out, closing of the Viscaria acquisition is anticipated to occur shortly thereafter. In total, up to 125 MSEK will thereby be secured to finance the further development of New Copperstone including Viscaria.

## 2) Strengthening of the permission portfolio

Copperstone February 11<sup>th</sup> 2019 was awarded additional exploration permits from the Mining Inspector, regarding more than 8,000 ha in Arvidsjaur municipality. The permits concern Sandberget 400 (535ha) and Sandberget 500 (7641ha), which were reapplied for as Copperstone received the Eva k nr 1 exploitation concession. There have been some minor carve-outs of exploitation concession buffer zones and a newly established nature area (Stor-Sandberget). Earlier during the winter, renewal approvals were awarded Copperstone regarding Sandberget 200 and Sandberget 300 (regarding years 6-10). The exploration permits are valid for three years from February 11<sup>th</sup> 2019, usual three-week objection period from land owners and stake holders pending.

## About

Copperstone Resources AB is a Public Company trading as COPP B on NASDAQ First North (Stockholm). The Certified Adviser is Augment Partners AB. The Company is primarily focused on mineral exploration (base and precious metals) in the vicinity of the internationally-recognized mining region of the Skellefte-field in northern Sweden.

## Company Ownership

As at December 28<sup>th</sup> 2018, the Company has a total of 248.603.761 shares in issue on the First North platform. According to Euroclear Sweden AB, the share register is as follows as at December 28<sup>th</sup> 2018.

Shareholder	Number of shares	of capital (%)
Avanza Pension**	16 768 335	6,7%
Michael Mattsson***	14 375 843	5,8%
Björn Israelsson	11 040 000	4,4%
Nordnet Pension**	8 210 399	3,3%
Niclas Löwgren*	2 856 973	1,1%
Leif Bengtsson	2 556 505	1,0%
Petter Tiger	2 268 404	0,9%
Norrlandsfonden	2 233 898	0,9%
Johan Flink	1 747 782	0,7%
Fredrik Attefall	1 675 000	0,7%
Other	184 870 622	74,4%
<b>TOTAL</b>	<b>248 603 761</b>	<b>100,0%</b>

\* Incl capital insurance.

\*\* Excl capital insurance \* and \*\*\*.

\*\*\* 15 100 000 (6,1%) incl cap insurance February 21, 2019.

Michael Mattsson (CEO), Niclas Löwgren and Petter Tiger are Directors of the Company.

## Staff and Logistics

Under the technical management of Chris McKnight and Maurice Zongo, the Company is advised and supported by Thomas Lindholm (QP and Consultant). Database and Geographical Information Services (GIS) are provided by Karsten Drescher.

The Malå-based team consists of four (4) local staff working under the supervision of the Geologist Maurice Zongo. The Company has commissioned a 500m<sup>2</sup> core logging facility in Malå. Laboratory services are being supplied by ALS Global, an internationally accredited laboratory Group with sample preparation facilities in Malå.

### Permits and Concessions

The Company is focused on base and precious metal exploration in the vicinity of the internationally recognized mining region of the Skellefte-field in northern Sweden. In this area Copperstone owns two exploitation concessions, namely Svartliden k no. 1 (36ha), Eva k no. 1 (34ha) and four nearby exploration permits, all valid until year 2022, namely Sandberget 200 (19ha), Sandberget 300 (19ha), Sandberget 400 (535ha\*) and Sandberget 500 (7641ha\*) to form a contiguous block with existing titles. The Copperstone project is based on 273 drillholes with an approximate total of 46,350m. In addition the Company also owns the Tvistbogruvan K no. 1 (11ha) exploitation concession and the Saggården No.1 (199ha) exploration permit in the Bergslagen mining region of central Sweden. Quoted surface areas are approximate to the nearest hectare. \*Valid from February 11<sup>th</sup> 2019; a three-week objection period for land owners and stake holders pending.

APPROVED CONCESSION									
NAME	LICENCE ID	AREA	APPL_DATE	DEC_DATE	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100.00%)
Svartliden K nr 1		35,9653	1998-12-28	2000-12-27	2000-12-27	2025-12-27	lead, gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
Tvistbogruvan K nr 1		11,4140	2011-05-24	2013-09-07	2012-04-17	2037-04-17	lead, gold, copper, manganese, silver, tungsten, zinc	SMEDJEBACKEN	Kopparberg Mining Exploration AB
Eva K nr 1		34,2300	2007-09-17	2018-09-27	2017-11-13	2042-11-13	lead, gold, copper, silver, zinc	ARVIDSJAUR	Copperstone Resources AB
VALID EXPLORATION LICENCES									
NAME	LICENCE ID	AREA [ha]	APPL_DATE	DEC_DATE	VALID FROM	VALID TO	MINERAL	MUNICIPALITY	OWNER (100.00%)
Saggården nr 1	2013:70	199,08	2013-04-19	2016-08-31	2013-06-12	2019-06-12	cobalt	SMEDJEBACKEN	Kopparberg Mining Exploration AB
Sandberget nr 200	2012:138	19,19	2012-06-27	2018-11-29	2012-10-03	2022-10-03	gold, copper, silver, zink	ARVIDSJAUR	Copperstone Resources AB
Sandberget nr 300	2012:139	18,70	2012-06-27	2018-11-29	2012-10-03	2022-10-03	gold, copper, silver, zink	ARVIDSJAUR	Copperstone Resources AB
Sandberget nr 400 *)	2012:16	535,56	2018-09-28	2019-02-11	2019-02-11	2022-02-11	gold, copper, silver, zink	ARVIDSJAUR	Copperstone Resources AB
Sandberget nr 500 *)	2012:17	7640,97	2018-09-28	2019-02-11	2019-02-11	2022-02-11	gold, copper, silver, zink	ARVIDSJAUR	Copperstone Resources AB
	<b>Total [ha]:</b>	<b>8413,50</b>							

Validity dates are shown below and quoted surface areas are approximate to the nearest hectare. All exploration permits and exploitation concessions are 100% owned, either directly or through a subsidiary.

## Group of Companies

Copperstone Resources AB fully owns the following subsidiaries (100%):

- Argo AB
- Kopparberg Mining Exploration AB
- Copperstone Skellefteå AB (formerly Norrliden Mining AB)

The above companies forms the Group for financial documentation as reported below.

## Nordic Iron Ore AB

As per December 31st 2018, Copperstone owns a significant interest in Nordic Iron Ore AB ("NIO"); 9.8% of the equity approx. 5.9 MSEK and a two-year convertible bond at nominal value 7.1 MSEK, maturing in June 2020 with an annual interest of 5.5%. NIO is an advanced pre-mining premium grade iron ore project in Ludvika, Sweden. All relevant permissions are in place and the planned logistical solution to harbour facilities at Oxelösund is considered highly favourable.

## Financing, cash flow and prospect for the future

The Company has announced a financial structure potentially securing 125 MSEK over 24 months for the Copperstone projects and for Viscaria. Subsequent to closing of Viscaria, the Company will accelerate the ongoing discussions regarding directed issues to qualified investors and potentially also performing a rights issue. The Company has no obligation to withdraw more than one tranche from the US based fund, should other forms of funding be preferred. Finding the best possible financing for the development of Copperstone is a continuous and active process with a clear focus on creating shareholder value. The Company will continue to invest in building value on the assets and relations, hence being cash flow negative. Upon Closing of Viscaria, a Project Manager in Kiruna followed by a Chief Geologist will be recruited. Core drillings in Arvidsjaur are in general some 1,300 SEK/meter + 50% for lab and assaying. The Environmental Permit and DFS is estimated at + USD 10m, and after Closing, the Company will start working on the financing for construction. The EU has a significant need for copper, and has tens of billions of euros available in funds for "innovative" employment opportunities in different sectors, which together with Equity and Senior Debt certainly could be motivated to be applied for by the Company.

## Accounting Principles

This interim report is prepared according the IAS 34 Interim reporting and according to the Swedish Financial Reporting Standards Board (Rådet för finansiell rapportering) RFR 1 and for the parent company RFR 2. The same accounting principles and calculation methods were used in the latest Interim Report. For a more detailed description for the accounting principles applied for the consolidated accounts and for the parent company in this interim report, see the Annual Report of 2017.

IFRS 16 "Leases" comes into force for the financial years beginning on or after January 1st, 2019. During the transition to IFRS 16, the Group will use a modified retroactive method, which means that the financial year 2018 will not be recalculated. The lease liability is the sum of the present value of all future fees until the lease expires. The simplification rule has been applied at the transition.

According to the new standard, lessees must report the obligation to pay leasing fees as a leasing debt in the balance sheet. The right to use the underlying asset during the leasing period is reported



as an asset. Depreciation of the asset is recognized in profit or loss as well as an interest on the lease debt. Leasing fees paid are reported partly as interest payment and partly as amortization of the lease debt.

The estimated opening balance of the lease debt and assets amounts to 0.7 MSEK for existing leasing agreements. The lease agreements refer office and core shed facilities.

In the parent company, the exception in RFR 2 regarding leasing agreements will be applied. This means that the parent company's principles for accounting of leasing agreements will be unchanged.

## **Financial Results Group**

### **Q418 Year End Report**

The Q418 year-end report herein summarizes all significant events during the period from October 1<sup>st</sup> 2018 up to and including December 31<sup>st</sup> 2018. This report also contains the updated financial reports for the Company and all subsidiary Companies (the Group) for the Q418 period from October 1<sup>st</sup> 2018 until December 31<sup>st</sup> 2018, the cumulative 12 months period of 2018, and also both compared to the equivalent 2017 results.

#### **(1) October 1<sup>st</sup> to December 31<sup>th</sup> 2018**

Net sales for the period was 0 (0) KSEK and result of the period amounted to -5,048 (-1,958) KSEK. Earnings after tax per share were -0.02 (-0.01) SEK.

The closing balance of cumulative capitalized expenditure for exploration amounted to 59,212 (39,151) KSEK. Total assets at the end of the period was 74,681 (78,642).

The cash flow during the period was -952 (23,951) KSEK. The cash flow from operations were -722 (-1,789), investments were -2,730 (-3,470) KSEK and financing during period were 2,500 (29,210) KSEK. The liquidity at the end of the period was 1,385 (28,286) KSEK.

#### **(2) January 1<sup>st</sup> to December 31<sup>st</sup> 2018**

Net sales for the period was 0 (11) KSEK and result of the period amounted to -459 (-7,984) KSEK. Earnings after tax per share were 0.00 (-0.04) SEK.

The closing balance of cumulative capitalized expenditure for exploration amounted to 59,212 (39,151) KSEK. Total assets at the end of the period was 74,681 (78,642)

The cash flow during the period was -26,901 (25,557) KSEK. The cash flow from operations were -6,440 (-9,054), investments were -20,561 (-14,893) KSEK and financing during period were 100 (49,504) KSEK. The liquidity at the end of the period was 1,385 (28,286) KSEK.



## Financial results Parent company

### (1) October 1<sup>st</sup> to December 31<sup>st</sup> 2018

Net sales for the period was 0 (0) KSEK and loss before taxes amounted to -5,050 (-2,599) KSEK.

Capitalized expenditure for exploration in intangible assets effects operating revenue with the same amount as costs. During the period this amounted to 2,730 (3,457) KSEK, representing 66% of total operating expenses of 4,158 (5,676) KSEK. Investment in intangible assets is related to exploration and project development.

### (2) January 1<sup>st</sup> to December 31<sup>st</sup> 2018

Net sales for the period was 0 (11) KSEK and result before taxes amounted to -414 (-7,786) KSEK.

Capitalized expenditure for exploration in intangible assets effects operating revenue with the same amount as costs. During the period this amounted to 20,061 (12,661) KSEK, representing 79% of total operating expenses of 25,466 (19,772) KSEK. Investment in intangible assets is related to exploration and project development.

## Risks and Uncertainties

Mineral exploration is a high-risk business where only a few of the evaluated projects may lead to development of producing mines. The Company will continuously evaluate exploration results, and there can be no guarantee that any investigations of mineralization will lead to commercial production.

There is no guarantee that the Company 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 Company can be found in the Annual Report of 2017.

### **Upcoming Statutory Reports**

April 12<sup>th</sup>, 2019: Annual report 2018.  
May 14<sup>th</sup>, 2019: First quarterly report 2019.  
May 14<sup>th</sup>, 2019: Annual General Meeting.  
August 28<sup>th</sup>, 2019: Second quarterly report 2019.  
November 21<sup>st</sup>, 2019: Third quarterly report 2019.  
February 20<sup>th</sup>, 2020: Year-end Report 2019.

### **Annual General Meeting**

The Annual General Meeting ("AGM") of the Company is planned to be held on May 14<sup>th</sup> 2018 at 16:00 (Swedish time) at Convendum, Regeringsgatan 48, Stockholm. The exact venue, date and time will be presented in the Notice to the AGM.

### **Dividend**

The Board proposes that no cash dividend is paid out with respect to the financial year January 1<sup>st</sup> to December 31<sup>st</sup> 2018.

### **Review**

This report has not been reviewed by the Company Auditor.

This report has been reviewed by the Qualified Person of the Company (QP) Thomas Lindholm M. Sc., GeoVista AB, Luleå.

### **Danderyd, February 21, 2019**

#### ***The Board of Directors***

Questions are answered by: Michael Mattsson, CEO  
Copperstone Resources AB  
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#### **Certified Advisor**

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**INCOME STATEMENT – GROUP (KSEK)**

	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
	2018	2017	2018	2017
	3 mån	3 mån	12 mån	12 mån
<b>Operating Revenue</b>				
Net sales	-	-	-	11
Capitalized expenditure for exploration	2 730	3 457	20 061	12 661
Other operating revenue	-	24	-	24
<b>Total operating revenue</b>	<b>2 730</b>	<b>3 481</b>	<b>20 061</b>	<b>12 696</b>
<b>Operating expenses</b>				
Other external costs	-3 958	-5 637	-24 793	-18 673
Wages, salaries and other personnel costs	-186	-248	-667	-1 637
Depreciation of intangible and tangible assets	-14	-18	-50	-510
Other operating expenses	-	-75	-	-75
<b>Total operating expenses</b>	<b>-4 158</b>	<b>-5 978</b>	<b>-25 510</b>	<b>-20 895</b>
<b>Operating profit/loss</b>	<b>-1 428</b>	<b>-2 497</b>	<b>-5 449</b>	<b>-8 199</b>
<b>Financial items</b>				
Financial income	-3 540	801	5 552	1 833
Financial expenses	-80	-262	-562	-1 618
<b>Net financial items</b>	<b>-3620</b>	<b>539</b>	<b>4 990</b>	<b>215</b>
<b>Net loss before tax</b>	<b>-5 048</b>	<b>-1 958</b>	<b>-459</b>	<b>-7 984</b>
<b>Result of the period</b>	<b>-5 048</b>	<b>-1 958</b>	<b>-459</b>	<b>-7 984</b>
<b>Other comprehensive income</b>				
<b>Total</b>	<b>-5 048</b>	<b>-1 958</b>	<b>-459</b>	<b>-7 984</b>
<b>Attributable to:</b>				
Parent company shareholders	-5 048	-1 958	-459	-7 984
<b>Total</b>	<b>-5 048</b>	<b>-1 958</b>	<b>-459</b>	<b>-7 984</b>
<b>Number of shares</b>				
Number of shares at the end of the period	248.603.761	242,353,761	248.603.761	242.353.761
Average number of shares	245.964.872	238,807,662	243.256.539	217.051.368
<b>Result per share, SEK</b>	<b>-0,02</b>	<b>-0,01</b>	<b>0,00</b>	<b>-0,04</b>

**BALANCE SHEETS – GROUP (KSEK)**

	31-dec-18	31-dec-17
<b>Assets</b>		
<b>Fixed assets</b>		
<i>Intangible assets</i>		
Capitalized expenditure for exploration	59 212	39 151
<b>Total intangible assets</b>	<b>59 212</b>	<b>39 151</b>
<i>Tangible assets</i>		
Plant and machinery	-	-
Equipment, tools, fixtures and fittings	225	276
<b>Total tangible assets</b>	<b>225</b>	<b>276</b>
<i>Financial assets</i>		
Available-for-sale financial assets	13 049	2 789
Other long-term receivables	73	73
<b>Total financial assets</b>	<b>13 122</b>	<b>2 862</b>
<b>Total fixed assets</b>	<b>72 559</b>	<b>42 289</b>
<b>Current assets</b>		
<i>Receivables</i>		
Tax receivables	88	73
Other receivables	514	7 882
Prepaid expenses and accrued income	135	112
<b>Total receivables</b>	<b>737</b>	<b>8 067</b>
Cash and bank balance	1 385	28 286
<b>Total current assets</b>	<b>2 122</b>	<b>36 353</b>
<b>TOTAL ASSETS</b>	<b>74 681</b>	<b>78 642</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders equity</b>		
Share capital	24 860	24 235
Other contributed capital	126 924	126 049
Loss brought forward included loss for the period	-86 372	-83 229
<b>Total shareholders equity</b>	<b>65 412</b>	<b>67 055</b>
<b>Deferred tax</b>	<b>37</b>	<b>37</b>
<b>Long-term liabilities</b>	<b>5 100</b>	<b>4 000</b>
<i>Current liabilities</i>		
Loan	2 500	5 199
Accounts payable	272	949
Other liabilities	356	252
Accrued expenses and deferred income	1 004	1 150
<b>Total current liabilities</b>	<b>4 132</b>	<b>7 550</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>74 681</b>	<b>78 642</b>

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

	Share capital	Contributed capital	Retained earnings	Total equity
Opening balance 1/1/2018	24235	126 049	-83 229	67 055
New capital issue				
New capital issue costs				
Warrants	625	875	70	1 570
Dividend			-2754	-2 754
Total result of the period			-459	-459
Closing balance 31/12/2018	24 860	126 924	-86 372	65 412

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

	Share capital	Contributed capital	Retained earnings	Total equity
Opening balance 1/1/2017	16 980	84 551	-75 245	26 286
New capital issue	7 255	45 951		53 206
New capital issue costs		-4 453		-4 453
Total result of the period			-7 984	-7 984
Closing balance 31/12/2017	24 235	126 049	-83 229	67 055

**CASH FLOW STATEMENT- GROUP (KSEK)**

	Oct-Dec 2018	Oct-Dec 2017	Jan-Dec 2018	Jan-Dec 2017
	3 mån	3 mån	12 mån	12 mån
<b>LIQUIDITY GENERATED FROM/ USED ON OPERATION</b>				
Generated from this periods operations	-1 500	-3 163	-5 946	-8 799
Change in working capital	778	1 374	-494	-255
<b>Cash generated from operations</b>	<b>-722</b>	<b>-1 789</b>	<b>-6 440</b>	<b>-9 054</b>
<b>LIQUIDITY GENERATED FROM/ USED ON INVESTMENTS</b>				
Investments in intangible assets	-2 730	-3 452	-20 061	-12 661
Investments in tangible assets	-	-218	-	-432
Sales of tangible assets	-	200	-	200
Investments in financial assets	-	-	-500	-2 000
<b>Net change in liquidity from investments</b>	<b>-2 730</b>	<b>-3 470</b>	<b>-20 561</b>	<b>-14 893</b>
<b>LIQUIDITY GENERATED FROM/ USED ON FINANCING</b>				
New capital issue	-	29 175	-	48 753
Loans	2 500	-211	6 100	751
Amortisation of loans	-	246	-6 000	
<b>Net change in liquidity from financing</b>	<b>2 500</b>	<b>29 210</b>	<b>100</b>	<b>49 504</b>
<b>Net change in liquidity through the period</b>	<b>-952</b>	<b>23 951</b>	<b>-26 901</b>	<b>25 557</b>
<b>Liquidity opening balance period</b>	<b>2 337</b>	<b>4 335</b>	<b>28 286</b>	<b>2 729</b>
<b>LIQUIDITY CLOSING BALANCE PERIOD</b>	<b>1 385</b>	<b>28 286</b>	<b>1 385</b>	<b>28 286</b>

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

	Oct-Dec	Oct-Dec	Jan-Dec	Jan-Dec
	2018	2017	2018	2017
	3 mån	3 mån	12 mån	12 mån
<b>Operating Revenue</b>				
Net sales	-	-	-	11
Capitalized expenditure for exploration	2 730	3 457	20 061	12 661
Other operating revenue	-	24	-	24
<b>Total operating revenue</b>	<b>2 730</b>	<b>3 481</b>	<b>20 061</b>	<b>12 696</b>
<b>Operating expenses</b>				
Other operating expenses	-3 958	-5 417	-24 749	-18 122
Wages, salaries and other personnel costs	-186	-248	-667	-1 637
Depreciation of intangible and tangible assets	-14	-11	-50	-13
<b>Total operating expenses</b>	<b>-4 158</b>	<b>-5 676</b>	<b>-25 466</b>	<b>-19 772</b>
<b>Operating profit/loss</b>	<b>-1 428</b>	<b>-2 195</b>	<b>-5 405</b>	<b>-7 076</b>
<b>Financial items</b>				
Results from participation in associated companies	-	-	-	-510
Results from others securities and receivables from fixed assets	-3 671	-	4 603	-947
Other interested income and similar profit/loss items	131	350	949	1 400
Interest expense and similar profit/loss items	-82	-754	-561	-653
<b>Net financial items</b>	<b>-3 622</b>	<b>-404</b>	<b>4 991</b>	<b>-710</b>
<b>Result before tax</b>	<b>-5 050</b>	<b>-2 599</b>	<b>-414</b>	<b>-7 786</b>
<b>TOTAL RESULT FOR THE PERIOD</b>				
<b>THE TOTAL COMPREHENSIVE INCOME OF THE PERIOD PARENT COMPANY (KSEK)</b>				
<b>OTHER TOTAL RESULT OF THE PERIOD</b>				
<b>TOTAL RESULT OF THE PERIOD</b>	<b>-5 050</b>	<b>-2 599</b>	<b>-414</b>	<b>-7 786</b>
<b>Attributable to:</b>				
Parent company shareholders	-5 050	-2 599	-414	-7 786
<b>Total</b>	<b>-5 050</b>	<b>-2 599</b>	<b>-414</b>	<b>-7 786</b>

BALANCE SHEETS – PARENT COMPANY (KSEK)	31-dec-18	31-dec-17
<b>Assets</b>		
<b>Fixed assets</b>		
<i>Intangible assets</i>		
Capitalized expenditure for exploration	58 265	38 204
<b>Total intangible assets</b>	<b>58 265</b>	<b>38 204</b>
<i>Tangible assets</i>		
Equipment, tools, fixtures and fittings	228	80
<b>Total tangible assets</b>	<b>228</b>	<b>80</b>
<i>Financial assets</i>		
Participations in group companies	13 711	13 711
Other securities held as fixed assets	13 049	2 789
Other long-term receivables	48	48
<b>Total financial assets</b>	<b>26 808</b>	<b>16 548</b>
<b>Total fixed assets</b>	<b>85 301</b>	<b>54 832</b>
<b>Current assets</b>		
<i>Receivables</i>		
Receivables from group companies	3 906	3 876
Tax receivables	88	73
Other receivables	512	7 793
Prepaid expenses and accrued income	135	112
<b>Total receivables</b>	<b>4 641</b>	<b>11 854</b>
Cash and bank balance	1 152	28 091
<b>Total current assets</b>	<b>5 793</b>	<b>39 945</b>
<b>TOTAL ASSETS</b>	<b>91 094</b>	<b>94 777</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders equity</b>		
<i>Restricted equity</i>		
Share capital	24 860	24 235
Fund for development reserve	39 159	19 098
<b>Total restricted equity</b>	<b>64 019</b>	<b>43 333</b>
<i>Non-restricted equity</i>		
Share premium account	120 275	119 400
Loss brought forward	-116 513	-85 983
Result for the year	-414	-7 786
<b>Total non-restricted equity</b>	<b>3 348</b>	<b>25 631</b>
<b>Total shareholders equity</b>	<b>67 367</b>	<b>68 964</b>
<b>Long-term liabilities</b>	<b>5 100</b>	<b>4 000</b>
<b>Current liabilities</b>		
Loans	2 500	5 199
Accounts payable	267	936
Liabilities to group companies	14 569	14 562
Other liabilities	361	204
Accrued expenses and deferred income	930	912
<b>Total current liabilities</b>	<b>18 627</b>	<b>21 813</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>91 094</b>	<b>94 777</b>