



# Terranet AB (publ)

**Interim report**

1 JANUARY–1 MARCH 2024

## Significant events during the first quarter

### Successful prototype demo in lab conducted at the end of March

During the first quarter of the year, product development focused on the prototype demonstration in a lab environment, which was carried out with successful results.

### Organizational reinforcements

During the quarter, we continued to develop our organization. Mats Fägerhag's involvement as a consultant and board member means a considerable strengthening of both competence and networking. We have expanded our management team with a business developer who will join us during the second quarter. We pursue the development of the organization by adding additional talent to our development team.

### Additional funding secured

In January, a directed share issue of approximately SEK 10 million was carried out. Through the issue, the company's cash position has been strengthened, which means that liquidity, given a favorable outcome from TO7 & TO8, is expected to be secured over the coming year-end.

## Significant events after the end of the period

### holoride – focus on BlincVision

On April 22, the market was informed that Terranet will not continue to invest in holoride. Terranet will focus all resources on preparing our product BlincVision for a future commercial launch. As a consequence of a lengthy financing process, holoride has ended up in an insolvency situation, which is why Terranet as of December 31, 2023, has written down the value of the holding to SEK 0.

## Financial overview

	Jan – Mar 2024	Jan – Mar 2023	Jan – Dec 2023
Revenue (TSEK)	380	208	834
Operating result (TSEK)	-8 281	-8 242	-35 926
Financial items (TSEK)	-1 065	-987	-37 190
Earnings per share (SEK)	-0,01	-0,03	-0,15
Closing cash (TSEK)	29 918	17 754	29 006

## Comment from the CEO

*"As the urban traffic environment becomes increasingly complex, we contribute with a groundbreaking technology solution that protects vulnerable road users. For us, speed and accuracy is the way to get there."*

It has been a satisfactory first quarter. The commercialization of BlincVision is progressing at a rapid pace with positive results from the prototype demonstration in a lab environment and now the solution will be tested on cars during the second quarter. Our dialogues with potential partners and customers have deepened.

The testing of the entire product as a lab prototype has been a very important milestone. Testing our prototype on a car is the next step on the way to the commercial launch of our product. All major car manufacturers and major subcontractors we talk to sees the potential in BlincVision and our technical solution. The fact that we are using a completely different and new technology means that we can bring road safety to new heights. It is one thing to improve existing technologies, such as Lidar, radar and cameras but developing brand new technology makes a real difference. A current challenge in the industry is that too many sensors are used. This drives costs and makes the solutions more complex as well as the design of the car more complicated. Instead, new technologies increase the efficiency of each sensor and hence help reducing the number of sensors. Simultaneously, different sensors can be constructed to work together more efficiently (sensor fusion).

Terranet's market potential is huge. Features such as automatic braking and evasive maneuvering are already saving lives today, and making traffic ever

safer and vehicles more autonomous, are high up on the agenda for the automotive industry.

In connection with developing test methods for the next generation of ADAS systems together with AstaZero (RISE) and the automotive safety organization, EuroNCAP, we see that there are many traffic scenarios where today's safety solutions are not sufficient. With the updated test methods that will be launched in 2026, the requirements for ADAS systems will be raised, which means that new solutions such as BlincVision will come in demand.

The players we are talking to want to see our prototype work on vehicles in outdoor environments and we are in dialogue about carrying out these demonstrations shortly. Terranet will work together with potential partners and customers to complete the prototype into a final product. We aim for formal partnerships with suppliers and car manufacturers to implement so-called PoC (Proof of Concept) projects together with them as soon as possible.

During the ongoing commercialization, we continue to expand our team with important competences, especially within technology and business development. During the quarter, we also established an office in Gothenburg. The proximity to the automotive industry with potential customers and partners is a clear advantage of the establishment, located in the automotive cluster Lindholmen in Gothenburg.

We do not intend to further invest in holoride, being fully focused on the development of our product and core business, BlincVision. The write-down of the investment in holoride and decision not to invest further in holoride does not affect our liquidity or the funds we use to bring BlincVision to market.

The company's product roadmap continues to follow the plan;

- Q1: Prototype tests in labs
- Q2: Demonstration of prototype of vehicle in test environment
- Quarters 3 and 4:
  - 1) Continued vehicle integrations with miniaturization and improved optomechanics for the laser scanner as well as second-generation AI-based object identification technology.
  - 2) Sign agreements and enter into partnerships with Tier 1 supplier and leading car manufacturers.

Many things will happen in 2024. We make sure to keep you updated on our development!



**Magnus Andersson**

CEO

Lund May 7 2024

## BlincVision product development

During the first quarter of the year, product development focused on the implementation of the prototype demonstration in a lab environment, and at the beginning of April we were able to inform the market that the lab tests had been successfully completed. During the tests, relevant measurements have been continuously made in areas such as latency, object identification, object classification, light conditions and eye safety, which has generated important data for continued development.

Particularly satisfying was that we were able to verify BlincVision's unique and fast reaction time as well as get confirmation that the system works in different lighting conditions. In parallel with the initiation of the prototype tests in the car, improvements to the system's performance and precision are now continuing.

Through the prototype tests in the lab, the Company has obtained crucial data that is in the process of being translated into relevant product specifications which Terranet now, for the first time, can begin to discuss in detail with potential partners. This is an important and significant milestone in the commercialization of the technology.

During the beginning of the second quarter, the integration of BlincVision in cars has been intensified, which means that we are evaluating sensor placements for best performance, communication between the car and BlincVision and working on optimization of the system for the moving environment.

## Product roadmap 2024



## The market for advanced driver assistance systems

Terranet operates in the growing market for ADAS (Advanced Driver Assistance Systems). During the period 2023 to 2032, this market is expected to increase from a turnover of SEK 340 billion to SEK 1,400 billion, implying an annual growth rate of 17.2%.<sup>1)</sup> The global ADAS market has the third highest estimated revenue growth among all segments in the automotive industry.<sup>2)</sup>

Research by the Insurance Institute for Highway Safety (IIHS) shows that in 70% of all emergency braking scenarios, accidents still occur, despite the presence of an existing ADAS system. The need for solutions that can more quickly detect and react to complex traffic scenarios is crucial to reduce the number of accidents<sup>2)</sup>. Changing safety regulations are moving the automotive industry towards stricter safety standards and more advanced technical solutions. Organizations such as the National Highway Traffic Safety Administration (NHTSA) in the United States and the European New Car Assessment Program (Euro NCAP) in Europe are constantly raising the bar for safety standards with the goal of eliminating serious traffic-related injuries and fatalities.

Once again, we note that BlincVision's technology in every way meets the requirements for tomorrow's faster detection and reaction time.

<sup>1)</sup> [www.fortunebusinessinsights.com/industry-reports/adas-market-101897](http://www.fortunebusinessinsights.com/industry-reports/adas-market-101897)

<sup>2)</sup> IIHS, AAA



# 70%

.....  
IN SEVEN OUT OF TEN  
EMERGENCY BRAKING  
SCENARIOS, ACCIDENTS  
STILL OCCUR DESPITE  
THE PRESENCE OF AN  
INSTALLED ADAS SYSTEM  
.....

## The share

### General information

Terranet's B-share was listed on Nasdaq First North Premier on 30 May 2017 and is traded on Nasdaq First North Premier Growth Market. The ticker symbol of the share is TERRNT B and ISIN code B share: SE0009806045.

On March 31, 2024, Terranet's total market capitalization was TSEK 173,494. The share capital amounted to SEK 8,980,030 divided into

1,084,463 Class A shares and 896,918,544 Class B shares. Each share has a nominal value of SEK 0.01. No shares are held by the company itself or its subsidiaries.

The share price at the end of the quarter was SEK 0.19 per share, compared to the share price of SEK 0.06 SEK per share at the beginning of the year. The number of shareholders at the end of the quarter was 11,770.

### Development of the share capital

	Number of shares	Share capital (TSEK)
At the beginning of the year	755 145 869	7 551
Directed share issue (January-February)	142 857 138	1 429
<b>Per 31st of March 2024</b>	<b>898 003 007</b>	<b>8 980</b>

### Ownership structure

The 10 largest shareholders as of March 31, 2024

	<b>Totalt</b>	<b>A-aktier</b>	<b>B-aktier</b>	<b>Ägarandel %</b>
Maida Vale Capital	162 258 842		162 258 842	18,07%
Avanza	115 752 347		115 752 347	12,89%
Oliver Aleksov	46 673 972		46 673 972	5,20%
Barsum Hanna	20 210 000		20 210 000	2,25%
Nordnet	16 916 024		16 916 024	1,88%
Mario Pereira	14 641 283		14 641 283	1,63%
Knutsson Holdings AB	10 315 570		10 315 570	1,15%
Fredrik Olsson	10 000 000		10 000 000	1,11%
IBKR Financial Services	8 257 936		8 257 936	0,92%
Anders Rantén	8 000 000		8 000 000	0,89%
Övriga	484 977 033	1 084 463	483 892 570	54,01%
	<b>898 003 007</b>	<b>1 084 463</b>	<b>896 918 544</b>	<b>100,00%</b>

## Operations

Terranet develops technical solutions for advanced driver assistance systems (ADAS) and self-driving vehicles (AV) that make roadways safer for drivers and pedestrians.

### Business concept

Terranet's business concept centres around the development of solutions for advanced driver assistance systems and self-driving vehicles that it primarily markets to vehicle manufacturers, subcontractors and other actors in transport and mobility as a service in order to save lives among unprotected road users. Terranet offers solutions that respond to the rapidly expanding global market for advanced driver assistance systems. Terranet's business model is based on the sale of the company's solutions through licensing to OEMs (Original Equipment Manufacturers) and Tier1 suppliers, who supply components to OEMs in the automotive industry. In addition to licensing revenue, product sales can generate revenue through customer-specific adaptations, as well as service and upgrades.

### Operations

The company is currently engaged in the development of BlincVision, an anti-collision system that prevents road accidents between vehicles and unprotected road users. Product development is carried out in a close partnership with leading actors in software and hardware development, as well as actors in the automotive industry. BlincVision is based on cutting edge sensor technology that uses four-dimensional image analysis to identify objects in traffic. BlincVision is a complete "turnkey" system consisting of three main components: a laser scanner module, ultra-fast sensors and AI-based object identification. Together, these components allow

BlincVision to identify objects in record time and enable vehicles to take actions to avoid dangerous situations with unprotected road users. Terranet tests and evaluates a variety of sensor technologies. What these technologies have in common is that they must meet the company's high demands for ultra-fast reaction time, and they must be able to be optimally integrated into the BlincVision system. In its most advanced form, BlincVision is based on VoxelFlow technology, which is a patented triangulation method based on event sensors. Terranet holds an exclusive global license to develop this technology for the automotive industry. The ADAS technology that is currently available on the market is primarily developed to protect vehicle users in the event of accidents with other vehicles. BlincVision, on the other hand, is developed to ensure the safety of all unprotected road users in city traffic. BlincVision's unprecedented speed and precision offer a significant advantage over short distances in traffic. It places Terranet in a unique position in the market since it has the potential to save more lives in city traffic, unlike existing ADAS systems. The company also develops collision-warning software and algorithms for positioning using 5G technology, as well as for communication between vehicles and between vehicles and other objects (V2X).

Read more at:

[www.teranet.se](http://www.teranet.se)

Terranet AB (publ)

Corp. reg. no. 556707-2128

Mobilvägen 10, 223 62 Lund



## Staff

The number of employees in the Group as of March 31, 2024 was 16 (16). Temporary workers, full-time consultants and those on parental leave have been excluded. The company continues to recruit more engineers.

## Risks and uncertainties

The Group's and the Parent Company's business risks and risk management, as well as financial risk management, are described in detail in the Annual Report for 2023, which was submitted in April 2024. No events of material importance to Terranet have occurred since then that affect or change these descriptions of the Group's or the Parent Company's risks and their management.

## The parent company

Terranet AB (publ), having corporate identification number 556707-2128, is a limited company registered in Sweden with its registered office in Lund. The company's B shares are listed on Nasdaq First North Premier Growth Market. The address of the main office is Mobilvägen 10, 223 62 Lund.

During the period, the parent company made a shareholder contribution to Terranet Tech AB of SEK 9,000 thousand, corresponding to a write-down of the shares in Terranet Tech AB. The write-down does not affect the Group's balance sheet or cash flow.

The parent company leads and administrates operations and financing activities and does not conduct any operating activities; reference is therefore made to information for the group in general.

## Accounting principles

This interim report has been prepared in accordance with IAS 34 "Interim Financial Reporting". Disclosures in accordance with IAS 34 are disclosed in notes or elsewhere in the interim report.

The Parent Company's financial statements have been prepared in accordance with the Swedish Annual Accounts Act and RFR 2, "Accounting for Legal Entities". In doing so, the Parent Company applies the same accounting principles as the Group where applicable.

The accounting principles and calculation methods applied are in accordance with those described in the Annual Report for 2023. New standards and interpretations that entered into force on January 1, 2024 have not had any effect on the Group's or the Parent Company's financial statements for the period.

## Financial overview

### First quarter 1 January 2024 – 31 March 2024

*(Comparison values relates to Q1 2023)*

#### Revenue

Revenue for the period amounted to SEK 380 thousand (208) and consists of grants from Vinnova.

#### Operating profit/loss

Capitalized development costs amounted to TSEK 698 (647) and consist entirely of capitalized expenses for own personnel. Personnel costs amounted to TSEK 4,771 (3,876), the increase is mainly due to an increase in the number of employees compared to the same period last year.

Other external costs decreased compared to the previous year and amounted to TSEK 4,217 (4,772). The decrease is mainly related to the hiring of resources instead of the purchase of consultancy services. Operating profit/loss for the period amounted to TSEK -8,281 (-8,242).

Depreciation and write-downs of intangible assets amount to TSEK 56 (57). Depreciation of property, plant and equipment amounts to TSEK 71 (90) and depreciation of assets with right-of-use rights amounts to TSEK 243 (227).

#### Financial expenses

The financial expenses, TSEK 1,263 (988) during the period, mainly pertained to interest expenses on the loan of originally MSEK 35 that was raised in April 2021 to finance the acquisition of shares in holohide. Interest expense attributable to right-of-

use assets amounted to TSEK 72 (88) for the period.

#### Taxes

The Group's effective tax rate was 0% (0%). The Group has significant accumulated pre-income deductions, but no deferred tax assets are recognized in respect of these.

#### Profit/loss for the period

Profit/loss for the period amounted to TSEK -9,346 (-9,229). Earnings per share before and after dilution amounted to SEK -0.01 (-0.03).

#### Cash flow

Cash flow from operating activities amounted to TSEK -7,805 (-7,892). Cash flow from investing activities amounted to TSEK -841 (-875) and consists of capitalization of development costs and patents as well as acquisition of equipment.

Cash flow from financing activities amounted to TSEK 9,767 (-198). The inflow mainly pertained to the proceeds from the directed share issue of MSEK 10.0 that was resolved at the Extraordinary General Meeting on 31 January.

**Financial position and liquidity***(Comparison values as of 31/12/2023)*

At the end of the period, the total assets amounted to TSEK 61,471 (60,227), equity amounted to TSEK 29,390 (28,749) and the equity/assets ratio amounted to 47.8 (47.7) percent.

The financial fixed assets amount to TSEK 5,430 (5,430), which refers to the investment of shares in Summer Robotics Inc. that was made in 2022. In connection with the preparation of the annual report for 2023, due to the insolvency situation holoride has ended up in, a write-down of the value of the company's holding in holoride was made by TSEK 32,658 in the Group accounts and by TSEK 33,545 in the parent company to TSEK 0. The opening balances for the Company's financial assets have thus been adjusted compared to the Year-end report for 2023.

The carrying amount of the Group's interest-bearing liabilities amounted to TSEK 16,506

(15,538), which in its entirety refers to the loan of MSEK 35.0 (nominal amount) that was raised for the financing of the investment in holoride GmbH in 2021.

In connection with receipt of payment from warrant series TO7 B, an amortization of the loan will be carried out as 50% of the proceeds from warrant series TO7 B shall be used for amortization. The loan matures on 30 June 2024. Of the interest-bearing liabilities, lease liabilities amount to TSEK 979 (958). No new leases were signed during the interim period.

At the end of the period, the Group's cash and cash equivalents amounted to TSEK 29,918 (29,006). For risks related to financing and going concern, see the section Risks and uncertainties.

**Related party transactions**

Purchases of SEK 5 thousand were made from Prevas Development AB during the period. Magnus Edman is a member of the Board of Directors of Terranet AB and CEO of Prevas Development AB

## Key figures

(Amounts in TSEK unless otherwise indicated)	2024	2023	2023
	3 months	3 months	12 months
	January	January	January-
	March	March	December
Undiluted EPS (SEK)	-0,01	-0,03	-0,15
Diluted EPS (SEK)	-0,01	-0,03	-0,15
Number of shares on balance sheet date	898 003 007	334 944 760	755 145 869
Average number of shares	841 566 588	326 674 086	493 404 984
Equity/asset ratio (%)	47,8	52,7	66,1
Operating profit/loss	-8 281	-8 242	-35 926
Profit/loss for the period	-9 346	-9 229	-73 153

## Definitions

Undiluted EPS	The profit/loss after tax for the period attributable to the parent company's shareholders divided by the weighted average of outstanding shares during the period.
Diluted EPS	The profit/loss after tax for the period attributable to the parent company's shareholders divided by the weighted average of outstanding shares during the period plus shares that are added if all potential shares which can cause a dilutive effect are converted into shares. If the result is negative, the dilutive effect is not factored into the calculation, as this would mean that earnings per share would improve. Only option programs with an issue price below the average share price for the period can cause a dilutive effect.
Average number of shares	Calculated as the volume-weighted average quantity during the period
Average number of shares	The average number of outstanding shares during the period
Equity/asset ratio	Equity at the close of the period as a percent of total assets at the close of the period.
Earnings before interest and taxes (EBIT)	Profit/loss before financial items and tax.
Profit/loss for the period	Profit/loss after tax for the period.

## Summary consolidated income statement

(Amounts in TSEK)	2024	2023	2023
	3 months	3 months	12 months
	January	January	January-
	March	March	December
Other operating revenue	380	208	834
Activated work for own account	698	647	2 564
<i>Operating expenses</i>			
Other external expenses	-4 217	-4 772	-18 668
Staff costs	-4 771	-3 876	-18 195
Depreciation and write-offs of tangible and intangible fixed assets	-371	-374	-2 331
Other operating costs	0	-75	-130
<b>Operating profit/loss</b>	<b>-8 281</b>	<b>-8 242</b>	<b>-35 926</b>
Financial income	198	1	600
Financial costs	-1 263	-988	-5 132
<b>Profit/loss before tax</b>	<b>-9 346</b>	<b>-9 229</b>	<b>-40 458</b>
Tax on profit/loss for the period	0	0	-37
<b>Profit/loss for the period attributable to the parent company's shareholders</b>	<b>-9 346</b>	<b>-9 229</b>	<b>-40 495</b>
<b>Earnings per share, SEK</b>			
Undiluted EPS	-0,01	-0,03	-0,15
Diluted EPS	-0,01	-0,03	-0,15

## The Group's summary statement of comprehensive income

(Amounts in TSEK)	2024	2023	2023
	3 months	3 months	12 months
	January	January	January-
	March	March	December
Profit/loss for the period	-9 346	-9 229	-40 495
Other comprehensive income	-13	6	-7
<b>Comprehensive income for the period attributable to the parent company's shareholders</b>	<b>-9 359</b>	<b>-9 223</b>	<b>-40 502</b>

## Summary consolidated statement of financial position

(Amounts in TSEK)	2024-03-31	2023-12-31	2023-03-31
<b>ASSETS</b>			
<b>Fixed assets</b>			
<i>Intangible fixed assets</i>			
Capitalised development costs	17 580	16 881	15 787
Patents and trademarks	1 986	1 954	2 125
<i>Property, plant and equipment</i>			
Right of use assets	2 852	3 095	3 644
Equipment	315	331	426
<i>Financial assets</i>			
Long-term securities	5 430	5 430	38 088
Other long-term receivables	171	164	0
<b>Total fixed assets</b>	<b>28 334</b>	<b>27 855</b>	<b>60 070</b>
<b>Current assets</b>			
Accounts receivables	0	0	0
Other receivables	1 661	874	966
Prepaid expenses and accrued revenue	2 558	2 492	2 283
Cash and cash equivalents	28 918	29 006	17 754
<b>Total current assets</b>	<b>33 137</b>	<b>32 372</b>	<b>21 003</b>
<b>TOTAL ASSETS</b>	<b>61 471</b>	<b>60 227</b>	<b>81 073</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	8 980	7 551	3 349
Other capital contribution	457 934	449 362	403 644
Translation reserve	3	-7	6
Profit/loss carried forward	-428 181	-355 004	-355 004
Profit/loss for the period	-9 346	-73 153	-9 229
<b>Equity attributable to the parent company's shareholders</b>	<b>29 390</b>	<b>28 749</b>	<b>42 766</b>
<b>Long-term liabilities</b>			
Lease liabilities	2 144	2 398	3 024
<b>Total long-term liabilities</b>	<b>2 144</b>	<b>2 398</b>	<b>3 024</b>
<b>Current liabilities</b>			
Loans payable	16 506	15 538	29 722
Lease liabilities	979	958	818
Accounts payable	1 687	1 178	1 545
Tax liabilities	39	38	
Other liabilities	7 620	7 229	374
Accrued expenses and prepaid revenue	3 106	4 139	2 824
<b>Total current liabilities</b>	<b>29 937</b>	<b>29 080</b>	<b>35 283</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>61 471</b>	<b>60 227</b>	<b>81 073</b>

## Summary consolidated statement of changes in equity

*Attributable to the parent company's shareholders*

(Amounts in TSEK)	2024-03-31	2023-12-31	2023-03-31
<b>Opening balance</b>	<b>28 749</b>	<b>48 382</b>	<b>48 382</b>
Profit/loss for the period	-9 346	-73 153	-9 229
Other comprehensive income	-13	-7	6
New cash issue	10 000	62 813	3 808
Offset issue	0	2045	0
Received option premiums	0	0	0
Issue costs	0	-11331	-201
<b>Closing balance</b>	<b>29 390</b>	<b>28 749</b>	<b>42 766</b>



## Summary consolidated cash flow statement

(Amounts in TSEK)	2024	2023	2023
	3 months	3 months	12 months
	January	January	January-
	March	March	December
<b>Operating activities</b>			
Operating profit/loss	-8 281	-8 242	-35 926
Adjustments for items not included in the cash flow:			
Depreciation and write-offs	371	374	2 331
Other non-cash items	103	103	451
Interest received	198	1	600
Paid interest and other financial expenses	-196	-88	-2444
<b>Cash flow from operations before changes in working capital</b>	<b>-7 805</b>	<b>-7 852</b>	<b>-34 988</b>
<b>Changes in working capital</b>			
Changes in operating receivables	-956	-198	-665
Change in operating liabilities	-295	158	1544
<b>Cash flow from operations</b>	<b>-9 056</b>	<b>-7 892</b>	<b>-34 109</b>
<b>Investing activities</b>			
Capitalisation of development costs	-698	-647	-2 564
Capitalisation of patents and trademarks	-55	-27	-75
Acquisition of tangible assets	-88	-201	-310
Investment in financial assets	0	0	0
Paid deposit	0	0	-170
<b>Cash flow from investing activities</b>	<b>-841</b>	<b>-875</b>	<b>-3 119</b>
<b>Financing activities</b>			
New share issue	10 000	3808	62 813
Issue costs	0	-202	-9286
Received option premiums	0	0	0
New loans	0	0	6318
Repaid loans	0	-3606	-19 479
Amortisation of lease liabilities	-233	-198	-848
<b>Cash flow from financing activities</b>	<b>9 767</b>	<b>-198</b>	<b>39 518</b>
<b>Cash flow for the period</b>	<b>-130</b>	<b>-8 965</b>	<b>2 290</b>
Cash and cash equivalents at the start of the period	29 006	26 715	26 715
Exchange rate differences in cash and cash equivalents	42	4	1
<b>Cash and cash equivalents at the close of the period</b>	<b>28 918</b>	<b>17 754</b>	<b>29 006</b>

## Summary parent company income statement

(Amounts in TSEK)	2024	2023	2023
	3 months	3 months	12 months
	January	January	January-
	March	March	December
Other operating revenue	1 045	0	0
<i>Operating expenses</i>			
Other external expenses	0	0	0
<b>Operating profit/loss</b>	<b>1 045</b>	<b>0</b>	<b>0</b>
Financial income	198	0	509
Depreciation of shares in group companies	-9 000	-9 000	-25 800
Financial costs	-1 094	-900	-4 681
<b>Total financial items</b>	<b>-9 896</b>	<b>-9 900</b>	<b>-29 972</b>
<b>Profit/loss before tax for the period</b>	<b>-8 851</b>	<b>-9 900</b>	<b>-29 972</b>
Tax on profit/loss for the period	0	0	0
<b>Profit/loss for the period</b>	<b>-8 851</b>	<b>-9 900</b>	<b>-29 972</b>

## Summary parent company statement of comprehensive income

(Amounts in TSEK)	2023	2022	2022
	3 months	3 months	12 months
	January	January	january-
	March	March	December
Profit/loss for the period	-8 851	-9 900	-29 972
Other comprehensive income	0	0	0
<b>Comprehensive income for the period</b>	<b>-8 851</b>	<b>-9 900</b>	<b>-29 972</b>

## Summary parent company balance sheet

(Amounts in TSEK)	2024-03-31	2023-12-31	2023-03-31
<b>ASSETS</b>			
<b>Financial assets</b>			
Shares in group companies	57 011	57 011	57 011
Other long-term securities	5 430	5 430	38 975
Other long-term receivables	0	0	0
<b>Total fixed assets</b>	<b>62 441</b>	<b>62 441</b>	<b>95 986</b>
<b>Current assets</b>			
Other receivables	527	8	27
Prepaid expenses and accrued revenue	471	223	318
Cash on hand	26 827	28 268	15 000
<b>Total current assets</b>	<b>27 825</b>	<b>28 499</b>	<b>15 345</b>
<b>TOTAL ASSETS</b>	<b>90 266</b>	<b>90 940</b>	<b>111 331</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
<i>Restricted equity</i>			
Share capital	8 980	7 551	3 349
<i>Non-restricted equity</i>			
Share premium reserve	457 934	449 362	403 644
Profit/loss carried forward	-381 719	-314 995	-314 995
Profit/loss for the period	-12 467	-66 724	-10 512
<b>Total equity</b>	<b>72 728</b>	<b>75 194</b>	<b>81 486</b>
<b>Current liabilities</b>			
Loans payable	16 506	15 538	29 721
Accounts payable	614	7	0
Liabilities to group companies	94	94	94
Accrued expenses and prepaid revenue	456	107	30
<b>Total current liabilities</b>	<b>17 670</b>	<b>15 746</b>	<b>29 845</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>90 398</b>	<b>90 940</b>	<b>111 331</b>

## Not 1 Equity

### Warrant program 2022/2025:1

The 2022 Annual General Meeting resolved to introduce incentive program 2022/2025:1 through the issue of warrants to the company, which would then be transferred to employees within the company and the group. A total of 9,850,000 warrants of series 2022/2025:1 was issued to the company for transfer to employees, with each warrant entitling the holder to the subscription of one new B share during the period 1 October 2025 through 31 October 2025, or an earlier date stipulated in the terms of the warrants, at a subscription price of SEK 2.50. The CEO has the option to acquire a maximum of 2,500,000 warrants; other members of the management (max 3 people) may acquire up to 1,250,000 warrants, and other employees (max 12 people) may acquire a maximum of 300,000 warrants each.

The warrants are acquired at market value, which has been calculated by an independent valuation institute at SEK 0.12 per warrant. CEO Magnus Anderson has fully exercised his warrant rights totaling 2,500,000 warrants at SEK 0.17. The difference between the subscription prices within the program was due to the fact that external valuation was performed at the time of the respective acquisition. In addition, 315,000 warrants of series 2022/2025:1 have been acquired by individuals in non-executive positions. In total, the company raised TSEK 613 from the program in the previous financial year.

### Warrant program 2022/2025:2

In accordance with the proposal by shareholder Maida Vale Capital AB, the 2022 Annual General Meeting resolved to adopt incentive program 2022/2025:2 through the issue of warrants to the company, which would then be transferred to the company's board members. A total of 5,000,000 warrants were issued to the company for transfer to board members. Each warrant entitles board members to the subscription of one new B share between 1 May 2025 through 31 May 2025, or an earlier date as stipulated in the terms of the warrants, at a subscription price of SEK 1.75.

Excluding Anders Blom, the company's board consists of five members, each of whom is entitled to acquire a maximum of 1,000,000 Print name- Options. The warrants were acquired at market value, which has been calculated by an independent valuation institute at SEK 0.16 per warrant. Magnus Edman and Göran Janson have exercised 100% of their warrant rights and Karolina Bjurehed has exercised 87.5%. Anders Blom was not eligible for the program as he is a representative for the shareholder Maida Vale Capital AB, which submitted the proposal to the meeting. In total, the company raised TSEK 460 from the program in the previous financial year.

### Directed issue of units

On 12 January, the company announced that the board had adopted a resolution to carry out a directed issue of units amounting to approximately MSEK 10 to a number of previously consulted investors, including existing shareholders. A total of 71,428,569 units were issued, with each unit consisting of two (2) B shares and one (1) warrant of series T08. The subscription price per unit amounted to SEK 0.14, which corresponds to SEK 0.07 per share. The subscription price in the directed issue was set after negotiations with the subscribers and corresponded to a discount of approximately 9.23 percent in relation to the volume-weighted average price of the company's share on the Nasdaq First North Premier Growth Market between 27 December 2023 and 10 January 2024. The board considers the subscription price to be in line with the market. The directed issue was decided in two stages. The first part was decided with the authorization of the AGM on 10 May 2023 and corresponds to approximately MSEK 7.75 (the "first issue"). The second part was decided by a resolution of the board (subject to the approval of the general meeting) and corresponds to approximately MSEK 2.25 (the "second issue"). The shareholder Maide Vale Capital AB has the right to subscribe to units in the second issue (a company partially controlled by board member Anders Blom). The Second Issue was approved by the extraordinary general meeting on 31 January.

### Warrant program T07 B.

The warrants can be exercised for the subscription of new shares from 20 May 2024 to 03 June 2024. Each warrant of series T07 B entitles the holder to the subscription of one (1) new B share in the company. The subscription price for the subscription of shares through the exercise of- Option of series T07 B amounts to 70 percent of the volume-weighted average price for the company's share from 2 May 2024 to 16 May 2024; however, no less than the value corresponding to the quotient value for Terranet's share (currently SEK 0.01) and no higher than SEK 0.27.

### Warrant program T08 B.

The warrants that the company transferred free of charge to all shareholders in order to provide partial compensation to shareholders for the dilution resulting from the directed issue, can be exercised for the subscription of new shares from 18 November 2024 to 29 November 2024. Each warrant of series T08 B entitles the holder to the subscription of one (1) new B share in the company. The subscription price for the subscription of shares through the exercise of warrants of series T08 B amounts to SEK 0.14.

## Financial calendar

### 2024

31 January	Extra General Meeting	21 May	Annual General Meeting 2024
22 February	Year-end report 2023	15 August	Interim Report Q2
30 April	Annual Report 2023	7 November	Interim Report Q3
7 May	Interim Report Q1 2024		

### 2025

13 February	Year-end report 2024
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This interim report has not been reviewed by the company's auditors.

The Board of Directors and the CEO certify that the interim report gives a true and fair view of the Parent Company's and the Group's operations, financial position and results and describes the significant risks and uncertainties faced by the Parent Company and the companies included in the Group.

### Lund May 7 2024

Torgny Hellström  
Chairman

Anders Blom  
Board member

Göran Janson  
Board member

Magnus Edman  
Board member

Mats Fägerhag  
Board member

Nils Wollny  
Board member

Tarek Shoeb  
Board member

Magnus Andersson  
CEO

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This information is information that Terranet AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, at 8.30 a.m. CET on May 7.



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[www.terranel.se](http://www.terranel.se)

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