

Interim report January – December 2022

1. Summary

Results for the October-December 2022 (“Q4 2022”) (within brackets same period 2021)

Consolidated operating group result	KSEK -4,303 (-13,309)
Consolidated group net turnover	KSEK 0 (265)
Earnings per share	SEK -0.03 (-0.09)
Parent company operating result	KSEK 1,670 (9,718)
Parent company net turnover	KSEK 1,394 (1,389)

Results for the January-December 2022 (“12M 2022”) (within brackets same period 2021)

Consolidated operating group result	KSEK -19,331 (-41,538)
Consolidated group net turnover	KSEK 0 (33,761)
Earnings per share	SEK -0.13 (-0.29)
Parent company operating result	KSEK -8,287 (-35,541)
Parent company net turnover	KSEK 5,577 (10,163)

Group Definition

Misen Energy AB (publ) (“**Parent Company**” or “**Company**”) is a Swedish public limited liability company with its registered offices in Stockholm. The address of the Head Office is Kungsporsavenyen 32, 411 36 Gothenburg. The Company is listed at Nasdaq First North Stockholm. The Misen Group (“**Misen Group**” or “**Group**”) comprises Misen Energy AB (publ) and the wholly owned subsidiary Misen Enterprises AB (Sweden), the subsidiary LLC Karpatygaz (Ukraine) was transferred for liquidation in October 2022.

Misen Enterprises AB is consolidated in the Misen Group accounts.

Joint Activity and Joint Activity Agreement

Misen Group had a 50.01% participation interest in the Joint Activity (“**JA**”) dedicated to the hydrocarbon production and sales business in Ukraine. The remaining 49.99% interest in JA was held by Joint Stock Company Ukrgasvydobuvannya (“**JSC Ukrgasvydobuvannya**” or “**UGV**”) (Ukraine), a wholly owned subsidiary of National Joint Stock Company Naftogaz of Ukraine (Ukraine). JA was governed by the Joint Activity Agreement No.3, dated 10 June 2002 (“**JAA**” or “**JAA No.3**”) (as further restated and amended). JAA No.3 was terminated on 11 July 2018 by the partial final award rendered by the Arbitral Tribunal in the arbitration proceeding under Arbitration Rules of the Arbitration Institute of the Stockholm Chamber of Commerce (the “**SCC Arbitration**”). In March 2021 Misen Energy AB (publ) and Misen Enterprises AB initiated arbitration proceeding against Ukraine under the Washington Convention and the Rules of the International Centre for Settlement of Investment Disputes (the “**ICSID Arbitration**”).

2. Essential Events during the 12M 2022

Accounting treatment of the Joint Activity

In July 2018, the Arbitral Tribunal rendered Final Partial Award in the SCC Arbitration. The Arbitral Tribunal fully rejected the JAA's invalidity arguments, as well as the overwhelming majority of JSC Ukrgasvydobuvannya's arguments concerning Misen Enterprises AB and LLC Karpatygaz alleged "breaches".

JSC Ukrgasvydobuvannya, Misen Enterprises AB and LLC Karpatygaz agreed that, following termination, the JA's assets should be transferred to JSC Ukrgasvydobuvannya, with Misen Enterprises AB and Karpatygaz LLC receiving compensation for their interests in those assets. The parties assigned LLC Karpatygaz, a former Operator under the JAA, to facilitate transfer of the JA's assets to JSC Ukrgasvydobuvannya.

In March 2020 the Arbitral Tribunal rendered a Consent Award and confirmed the settlement agreement concluded by JSC Ukrgasvydobuvannya, Misen Enterprises AB and LLC Karpatygaz in July 2019.

In June 2020, the Arbitral Tribunal rendered a Second Final Partial Award. The Arbitral Tribunal decided that JSC Ukrgasvydobuvannya should get title to the joint property only on payment in full of compensation to Misen Enterprises AB and LLC Karpatygaz. The Arbitral Tribunal fully rejected the overwhelming majority of JSC Ukrgasvydobuvannya's arguments concerning valuation of the joint property.

The Arbitral Tribunal decided that JSC Ukrgasvydobuvannya has not established any loss it allegedly suffered due to a failure of LLC Karpatygaz to engage a contractor to design and develop metering stations at certain wells under JAA. The Arbitral Tribunal also decided that JSC Ukrgasvydobuvannya should not be entitled to any damages for a failure of Misen Enterprises AB to make a full contribution under JAA. However, in light of this, the Arbitral Tribunal reduced the share of Misen Enterprises AB to 23.9% (as opposed to 50% under JAA) and increased the share of LLC Karpatygaz to 0.015% (as opposed to 0.01% under JAA) in the joint property.

The Arbitral Tribunal ordered JSC Ukrgasvydobuvannya to pay to Misen Enterprises AB and LLC Karpatygaz the majority of the legal and arbitration costs that Misen Enterprises AB and LLC Karpatygaz incurred in the SCC Arbitration.

In November 2020, Misen Enterprises AB and LLC Karpatygaz received a Final Award by Consent from the Arbitral Tribunal in the SCC Arbitration. This award provides:

- The total value to be paid by JSC Ukrgasvydobuvannya to Misen Enterprises AB and LLC Karpatygaz is UAH 1,575,093,162.86 (adjusted KSEK 466,387) for their share in the joint property under the JAA No.3 including for hydrocarbons produced using JA's assets from 1 December 2016 to 10 July 2018 (termination of JAA No.3).
- JSC Ukrgasvydobuvannya is entitled to withhold a tax on non-resident income for 15% of the specified amount to Misen Enterprises AB (UAH 236,113,788, adjusted KSEK 69,914) and pay the withheld amount to the budget of Ukraine. The Settlement Agreement does not regulate payment of tax, if any, in Sweden.
- Ownership of shares of Misen Enterprises AB and LLC Karpatygaz in the joint property under the JAA No.3 shall pass to JSC Ukrgasvydobuvannya from the date of full payment by JSC Ukrgasvydobuvannya to Misen Enterprises and LLC Karpatygaz of all amounts under the Settlement Agreement.

Given that JAA No. 3 was terminated as of 11 July 2018, the Company believes that control over the specific assets owed by JA no longer exists when preparing this interim report for the 12M 2022. Control is required to consolidate the assets as well as the future results of the JA in the Group accounts.

The accounting treatment and book value do not purport to reflect the value of the claims in the SCC Arbitration or ICISD Arbitration. Nor does this accounting treatment imply in any respect any waiver of any claim concerning JAA No.3.

Under JAA No.3 Misen Group operated solely in Ukraine.

Enforcement of the Arbitration Awards

Misen Enterprises AB, LLC Karpatygas and JSC Ukrgasvydobuvannya sought enforcement and recognition of the arbitration awards in Ukraine under the New York Convention on the Recognition and Enforcement of Foreign Arbitral Awards.

In April 2020, Misen Enterprises filed a motion to enforce a Consent Award rendered by the Arbitral Tribunal on 26 March 2020. The court confirmed and recognized a Consent Award in June 2020.

In July 2020, Misen Enterprises AB filed a motion to confirm and enforce the Second Partial Final Award in Ukraine.

In September 2020 Kyiv Court of Appeal granted an application of Misen Enterprises AB whereby Misen Enterprises AB sought recognition and enforcement of the Second Partial Final Award dated 12 June 2020 (subject to the Corrections of the Second Partial Final Award dated 18 August 2020). JSC Ukrgasvydobuvannya filed a cassation appeal to the Supreme Court of Ukraine. On 14 January 2021 the Supreme Court of Ukraine issued a ruling recognizing the Second Partial Final Award dated 12 June 2020 (subject to the Corrections of the Second Partial Final Award dated 18 August 2020). Accordingly, JSC Ukrgasvydobuvannya transferred EUR 2,739,784.53 (adjusted KSEK 27,784), SEK 344,415.38, USD 7,971.59 (adjusted KSEK 67), and GBP 10,940.05 (adjusted KSEK 123) to Misen Enterprises AB for the legal costs incurred the SCC case V 2016/114.

In November 2020, Misen Enterprises AB filed a motion to confirm and enforce the Final Award by Consent granted by the Arbitral Tribunal in the SCC case V 2016/114 on 5 November 2020. On 5 January 2021 the Kiev Court of Appeal recognized Final Award by Consent dated 5 November 2020. On 10 February 2021, Misen Enterprises AB received USD 47,060,537.16 (adjusted KSEK 396,630) and LLC Karpatygas received UAH 1,001,242.74 (adjusted KSEK 299) from JSC Ukrgasvydobuvannya. JSC Ukrgasvydobuvannya was entitled to withhold a tax on non-resident income for 15% of the compensation to Misen Enterprises AB (adjusted UAH 236,113,788, KSEK 70,447) and pay the withheld amount to the budget of Ukraine.

In fourth quarter of 2021 Misen Enterprises AB and LLC Karpatygas finalized transfer of shares in the joint property to JSC Ukrgasvydobuvannya. In January 2022 LLC Karpatygas submitted an application to deregister JA from tax authorities which is currently suspended due to moratorium on tax audit for the periods from 2016 till 2019.

Given that the awarded amounts have been paid to the subsidiaries of Misen Energy AB (publ), the effect of compensation was reflected in the Misen Group's accounts for 2020.

Financing of the Group's Swedish operations

Following successful resolution of the SCC arbitration dispute under the SCC Arbitration Rules and given that Misen Enterprises AB received compensation from JSC Ukrgasvydobuvannya, Misen Energy AB (publ) and Misen Enterprises AB executed payments to the funders under the financing

agreements. In consideration of the payments, Misen Energy AB (publ) and Misen Enterprises AB consider that they met all terms satisfactorily and the financing agreements terminate.

Operating expenses of Misen Energy AB and Misen Enterprises AB will be covered from compensation received in the SCC Arbitration or under agreements with investors.

For further information, please also refer to chapter Essential events after the end of the 12M 2022.

Repurchase of the Shares

On 13 September 2021, Misen Energy AB (publ) closed the purchase of 47.5% of shares and share capital in Misen Enterprises AB with PUL. The shares' purchase price was SEK 2,724,817 plus 47.5% of the distributable income from the compensation, if any, to be received following the completion of the investment arbitration against Ukraine in ICSID Case No. ARB/21/15 ("BIT arbitration"). Under the agreement, Misen Energy AB (publ) and PUL undertook to share the costs of the funding, if any, to finance the BIT arbitration.

On 1 October 2021, Misen Energy AB (publ) closed the purchase of 2% of shares and share capital in Misen Enterprises AB with Mr. Konstantin Guenevski, Bulgarian citizen, who is a senior trader of one of the world's leading independent commodity trading and logistics houses. The shares' purchase price was SEK 114,729.00 plus 2% of the distributable income from the compensation, if any, to be received following the completion of the BIT arbitration against Ukraine. Under the agreement, Misen Energy AB (publ) and Mr. Konstantin Guenevski undertook to share the costs of the funding, if any, to finance the BIT arbitration.

As a result, Misen Energy AB (publ) now owns 100% of shares in Misen Enterprises AB.

BIT arbitration against Ukraine

As previously reported, due to the 70% subsoil use charge applicable to JA, in October 2015, the Company submitted a notice of investment dispute to the Government of Ukraine in accordance with the Agreement between the Government of the Kingdom of Sweden and the Government of the Ukraine on the Promotion and Reciprocal Protection of Investments.

The Government of Ukraine continued to impose the exorbitant subsoil charge to the Joint Activity until termination of JAA No.3 on 11 July 2018. Up until termination of the JAA No.3 on 11 July 2018, the Company reached no amicable resolution of the dispute with the Government of Ukraine.

On 24 March 2021, Misen Energy AB (publ) and its partially owned subsidiary Misen Enterprises AB filed a Request for Arbitration under the Washington Convention and the Rules of the International Centre for Settlement of Investment Disputes (ICSID). ICSID is an international organization that is part of the World Bank Group, headquartered in Washington, D.C., in the United States.

On 30 June 2021 the tribunal was constituted in ICSID arbitration against Ukraine. Professor Jan Paulsson has been appointed as president of the Arbitral Tribunal in a dispute between Misen Energy AB (publ) and Misen Enterprises AB vs. Ukraine (ICSID Case No. ARB/21/15). Earlier the Swedish companies appointed Dr. Stanimir Alexandrov and Ukraine - Professor W. Michael Reisman.

On 29 October 2021, Misen Energy AB (publ) and Misen Enterprises AB submitted a Memorial in international investment arbitration case against Ukraine (ICSID Case No. ARB/21/15). Misen requested for compensation that reflects the going concern value of Misen's share at the time

exorbitant subsoil use tax was imposed on Joint Activity, which led to the termination of the JAA No.3.

On 27 January 2022 Ukraine filed an application proposing the disqualification of Dr. Stanimir Alexandrov (“**Proposal**”). On 15 April 2022 Administrative Council of ICSID dismissed that application.

In February 2022, Russia started a full-scale invasion of Ukraine. Russian troops make indiscriminate attacks including air raids, ballistic missile strikes and bombings, targeting residential housing, utilities, and critical infrastructure all over Ukraine. President of Ukraine signed Decree № 64/2022 “On the imposition of martial law in Ukraine”. Given the invasion, the BIT arbitration against Ukraine was suspended.

The Company constantly monitors the situation and will inform the market accordingly.

For further information, please also refer to chapter Essential events after the end of the 12M 2022.

Pre-trial Investigations in Criminal Cases

The pre-trial investigations in criminal cases commenced by the General Prosecutor Office of Ukraine respectively in 2014 and 2017, as supplemented with the JSC Ukrigasvydobuvannya’s criminal complaint dated 5 September 2016 and JSC Ukrigasvydobuvannya’s motion and notice of commitment of criminal offence dated 21 and 22 February 2017, were ongoing as of the date of this report, to the best knowledge and understanding of Misen Enterprises and LLC Karpatygaz. Any pre-trial investigations in criminal cases are not public under the laws of Ukraine.

At any event, Misen Enterprises AB consider the criminal and civil allegations to be ungrounded and deny them in their entirety.

NABU case

In September 2017, JSC Ukrigasvydobuvannya submitted another criminal complaint to the National Anticorruption Bureau of Ukraine (thereafter as “**NABU**”). In September 2017, NABU submitted a claim to the Commercial Court of Kiev. NABU requested the court to invalidate the Amendment No.4 to the JAA No.3 and the agreement for the provision of services on production, collection, treatment and transportation of natural gas, oil and gas condensate that LLC Karpatygaz concluded with JSC Ukrigasvydobuvannya in April 2011. The court instituted a legal proceeding in October 2017.

On 22 July 2022, the Supreme Court of Ukraine rendered a decision whereby it dismissed the NABU’s claims. The court case is over.

Termination of the JAA No.493

On 31 December 2021 LLC Karpatygaz and LLC Tekhhproekt signed settlement agreement with JSC Ukrigasvydobuvannya to terminate the Joint Activity Agreement No.493. According to the settlement agreement the total value to be paid by JSC Ukrigasvydobuvannya to LLC Karpatygaz is UAH 165,617,516 (adjusted KSEK 48,783) for their share in the joint property under the JAA No.493 including for hydrocarbons produced using JA’s assets from 1 January 2017. 50% of the amount shall be paid on the date of termination of the mentioned settlement agreement and 50% shall be paid on the date of deregistering of the JAA from tax authorities in Ukraine.

On 1 January 2022 the Joint Activity Agreement No.493 between LLC Karpatygaz, LLC Tekhhproekt and JSC Ukrigasvydobuvannya was terminated.

In April 2022 LLC Karpatygaz finalized a transfer of shares in the joint property of the JAA #493 to JSC Ukrgasvydobuvannya. In July 2022 JA was deregistered from tax authorities.

Share Transfer Agreement In Relation to LLC Karpatygaz

On 31 March 2022 Misen Enterprises AB, a wholly owned subsidiary of Misen Energy AB (publ) entered into a Share Transfer Agreement in relation to LLC Karpatygaz with local law firm Victoria Legis Under the agreement, Misen Enterprises AB transfers the shares of LLC Karpatygaz with all its rights and obligations. Accordingly, the transferee agreed, among other matters, to put LLC Karpatygaz into liquidation without bankruptcy proceedings and to indemnify Misen Enterprises AB against any losses whatsoever arising in relation to the ongoing and forthcoming court proceedings in relation to LLC Karpatygaz in Ukraine.

Since LLC Karpatygaz was registered to new owners in October 2022 the company is no longer consolidated in the group accounts.

Tax payments in Ukraine

Since 2011, JA and its participants have contributed to Ukraine KUAH 11,174,511 (adjusted KSEK 5,243,935) as subsoil use charge, value added tax and corporate profit tax. Despite termination of JAA No.3 on 11 July 2018 JA is still registered as taxpayer with tax authorities of Ukraine. Since 11 July 2018 JA paid KUAH 4,098 (adjusted KSEK 1,300) in VAT related to the lease services of Booster Compression Stations (thereafter as “BCS”).

Investment program report

Due to financial constraints imposed by the increased subsoil use taxation as well as JSC Ukrgasvydobuvannya, as the Company believes, manifestly unlawful actions, since 2017 Misen Group completely halted investments into the development program of JA.

Since 2011 and until termination of JAA No.3, the Company has reached the following major milestones:

- at 86 wells repair works using the most up-to-date technical solutions were undertaken,
- 70 wells were commissioned,
- 7 BCSs from 11 were commissioned including Khrestyschenska, the largest in Ukraine,
- 4 BCS were at the final stages of construction.

Misen Energy AB (publ) and Misen Enterprises AB defend the legitimate expectations of their shareholders at BIT arbitration against Ukraine. Misen seeks to receive compensation that reflects the going concern value of Misen’s share at the time exorbitant subsoil use tax was imposed on Joint Activity, which led to the termination of the JAA No.3.

Essential events after the end of the 12M 2022

BIT arbitration against Ukraine

Given the invasion, the BIT arbitration against Ukraine was suspended.

The Company constantly monitors the situation and will inform the market accordingly.

Financing of the Group's Swedish operations

In January 2023, Misen Energy AB (publ) entered into Loan and Call Option Agreement with PUL, an investment company focused on energy production and based in Honk Kong. Under the Agreement, PUL undertook to provide EUR 2 million loan in three installments by 31 July 2023. The parties agreed that until 30 January 2024 PUL will have an irrevocable priority right for an additional amount to purchase Misen Enterprises AB being assigned by Misen Energy AB (publ) any and all claims in relation to Misen Energy AB (publ) and Misen Enterprises AB v. Ukraine, ICSID Case No. ARB/21/15. PUL can exercise this right alone or with capital partner.

3. Results – the Misen Group and the Company

Misen Group net turnover for Q4 2022 was KSEK 0 (KSEK 265) and the Parent Company net turnover for this period was KSEK 1,394 (KSEK 1,389).

Misen Group net turnover for 12M 2022 was KSEK 0 (KSEK 33,761) and the Parent Company net turnover for this period was KSEK 5,577 (KSEK 10,163).

After receiving compensation, the operating income was influenced by currency rate fluctuations as well as ongoing BIT arbitration costs in 12M 2022.

In Q4 2022 loss after financial items for the Misen Group was KSEK -4,300 (KSEK -13,299) the Parent Company loss after financial items made up KSEK 1,670 (KSEK 9,718).

In 12M 2022 loss after financial items for the Misen Group was KSEK -18,901 (KSEK -41,551) the Parent Company loss after financial items made up KSEK -8,287 (KSEK -35,541).

Since 31 December 2017, JA is no longer consolidated into the accounts of Misen Energy since control ceased to exist. JAA No.3 was terminated on 11 July 2018.

Financial assets and liabilities

The fair value of the financial assets and financial liabilities is estimated to be equal to the carrying value.

Contingent liabilities

As of 31 December 2022, Misen group does not have contingent liabilities, the absence of liabilities is explained by the transfer of shares of Misen Enterprises AB and LLC Karpatygaz in the joint assets and Liabilities of JA to JSC Ukrigasvydobuvannya.

Cash position

As of 31 December 2022, the cash balance of the Misen Group was KSEK 5,862 (KSEK 27,511). The cash flow from operations after changes in working capital for 12M 2022 was KSEK -20,956 (KSEK 87,394).

In January 2021 the Kiev Court of Appeal recognized Final Award by Consent dated 5 November 2020. In February 2021, Misen Enterprises received USD 47,060,537.16 (adjusted KSEK 396,630) and LLC Karpatygaz received UAH 1,001,242.74 (adjusted KSEK 299) from JSC Ukrigasvydobuvannya.

JSC Ukrigasvydobuvannya was entitled to withhold a tax on non-resident income for 15% of the compensation to Misen Enterprises AB (adjusted UAH 236,113,788, KSEK 70,447) and pay the withheld amount to the budget of Ukraine.

Following successful resolution of the SCC arbitration dispute under the SCC Arbitration Rules and given that Misen Enterprises AB received compensation from JSC Ukrigasvydobuvannya, Misen Energy AB (publ) and Misen Enterprises AB were obliged to execute payments to the funders under the financing agreements. Namely, under the Financing Agreement concluded in March 2020 the companies paid EUR 1,940,000.00 (adjusted SEK 19,854,511); under the Financing Agreement concluded in November 2018 the companies paid EUR 8,452,140.90 (adjusted SEK 86,501,610) and EUR 3,221,404.00 (adjusted SEK 32,968,763). In consideration of the payments, Misen Energy AB (publ) and Misen Enterprises AB consider that they met all terms satisfactorily and the financing agreements terminate.

Capital expenditure

The Misen Group's capital expenditure on equipment for gas production in Ukraine related to the JA activity during the 12M 2022 was at zero level due to deconsolidation as described above.

Expected future development of the Company and going concern

As described earlier in this report, the JAA No.3 was terminated on 11 July 2018. Due to this fact, JA ceased to exist and hence can no longer be considered a going concern.

The BIT arbitration costs and operating expenses in the Swedish Group will be covered from compensation received in the SCC Arbitration or under agreements with investors.

Group accounts are therefore prepared based on the going concern assumption.

Sector information - the Misen Group

Geographical area

	31 Dec 2022	31 Dec 2021
<i>(All amounts in KSEK)</i>		
Net sales, external:		
Sweden	--	--
Ukraine	--	35
Fixed assets:		
Sweden	--	--
Ukraine	--	50

Transactions with related parties

	31 Dec 2022	31 Dec 2021
<i>(All amounts in KSEK)</i>		
Management, Board and major Shareholders:		
Purchase of services	1,719	738
Interest and fees	--	4,715
Capital contribution	--	--
Salaries and remunerations	7,255	8,218
Short-term debts	518	815
Long-term debts	--	--

Environmental impact

Since the JA has been terminated the Group no longer faces any environmental risks.

Accounting principles

This report is prepared according to the International Financial Reporting Standards (IFRS), as adopted by EU. This report is prepared according to IAS 34 and The Swedish Annual Accounts Act as well as RFR 2, Accounting for legal entities. The accounting principles for the Misen Group as well as for the Company are identical to the last annual and quarterly reports, except as described below:

IFRS 16, Leasing, applies from January 1, 2019 and mean that almost all leases are reported in the balance sheet. Misen Energy AB (publ) has chosen to apply the simplified transition method and will not recalculate the comparative figures. The company's lease commitments consist solely of lease agreements for premises and thus the new standard did not have any material impact on the company's financial reports.

Financial and other risks

Before termination of JAA No.3, Misen Group focused on increasing the local hydrocarbons production in Ukraine by undertaking a large-scale investment program focused on development and modernization of gas production infrastructure. In this activity, the Group worked with a complex set of industry-specific risks such as price trends for oil and gas, currency risk and interest rate risks, regulatory matters relating to investigations, processing and environment and uncertainty in the value of the completed exploration work and the subsequent field development.

The current financial and other risks relate to a few outstanding court proceedings in Ukraine and other actions necessary to give a practical effect to termination of the JAA No.3.

A more in-depth explanation of the different risk exposures in the Company's business is included in the annual report 2021.

First North

Misen Energy AB (publ) is listed on First North, which is an alternative market place operated by Nasdaq First North Growth Market and the Company adheres to the rules and regulations for First North. The Certified Adviser of the Company is Erik Penser Bank AB.

Publication of the interim January – December 2022 report

This January – December 2022 interim report is published at the Company's website (<http://www.misenenergy.se>), and a printed version can be ordered at info@misenergy.se.

This information is information that Misen Energy 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 09:00 CET on 28 February 2023.

Future reports and events

Next reporting and events dates are as follows:

- 7 March 2023 Annual Report 2022
- 28 March 2023 AGM
- 31 May 2023 Interim Q1 2023 report
- 31 August 2023 Interim half-year 2023 report
- 30 November 2023 Interim Q3 2023 report
- 29 February 2024 Interim year-end 2023 report

This report has not been subject to review by the Company's auditors.

Stockholm, 28 February 2023

For further information, please contact:

Göran Wolff, MD

Direct line: +46 31 759 50 72

Mobile: +46 709 45 48 48

E-mail: goran@misenergy.se

info@misenergy.se

The company was founded in 2004 and its shares have been traded on Nasdaq First North Growth Market since June 2007. In 2011, Misen Energy AB (publ) acquired Misen Enterprises AB and its then Ukrainian subsidiary, LLC Karpatygas, including the rights to 50.01% of the revenue and profit from a gas production project in Ukraine. Misen Energy AB (publ) acquired the rights to produce hydrocarbons under Joint Activity Agreement No.3 ("JAA No.3") between Misen Enterprises AB and LLC Karpatygas (together 50.01%) and JSC Ukrgasvydobuvannya (49.99%), a subsidiary of the NJSC Naftogaz of Ukraine. The purpose of the JAA No.3 was to significantly increase production of hydrocarbons by providing modern technologies via a large-scale investment program for the purposes of attainment of profits.

The JAA No.3 (as amended and restated) was terminated in June 2018. As a result, Misen Energy AB (publ) received compensation that reflected its share of the replacement costs of the equipment subject to the joint ownership under the JAA No.3. In March 2021, Misen Energy AB (publ) and Misen Enterprises AB initiated an investment arbitration against Ukraine (ICSID Case No. ARB/21/15) concerning Ukraine's breaches of the investor's rights resulting from the imposition of a 70% subsoil use charge.

In March 2018, Misen Energy AB (publ) sold 2% of Misen Enterprises AB's shares to Mr. Konstantin Guenevski. In September 2021, Misen Energy AB (publ) purchased 47.5% Misen Enterprises AB's shares from the Hong Kong based company Powerful United Limited and 2% from Mr. Konstantin Guenevski. Owning 100% of Misen Enterprises AB's shares, Misen Energy AB (publ) maintains full control of Misen Enterprises AB.

The registered office of Misen Energy AB (publ) is in Stockholm. Misen Energy AB (publ) is listed on Nasdaq First North Growth Market and the Company adheres to the rules and regulations for First North. The Certified Adviser of the Company is Erik Penser Bank AB, tel.: +46 8 463 80 00, email: certifiedadviser@penser.se.

For further information, please visit our website www.misenergy.se.

CONDENSED INCOME STATEMENT-THE GROUP

	1 Oct - 31 Dec 2022 3 months	1 Oct - 31 Dec 2021 3 months	1 Jan - 31 Dec 2022 12 months	1 Jan - 31 Dec 2021 12 months
<i>All amounts in KSEK</i>				
Operating revenue				
Net sales	0	2	0	35
Other operating income	0	263	0	33,726
	0	265	0	33,761
Operating expenses				
Other external expenses	-2,509	-7,338	-9,355	-42,694
Personnel expenses	-1,794	-6,419	-9,976	-31,627
Depreciation and amortisation of tangible and intangible fixed assets	0	-1	0	-7
Other operating cost	0	184	0	-971
	-4,303	-13,574	-19,331	-75,299
Operating income/loss	-4,303	-13,309	-19,331	-41,538
Financial items	3	10	430	-13
Profit/loss after financial items	-4,300	-13,299	-18,901	-41,551
Taxes for the period	0	0	0	0
Profit/loss for the period	-4,300	-13,299	-18,901	-41,551
Profit is attributable to:				
Owners of Misen Energy AB (publ)	-4,300	-12,959	-18,901	-41,551
Non-controlling interests	0	-340	0	0
	-4,300	-13,299	-18,901	-41,551
Statement of comprehensive income - The Group				
Net profit for the period	-4,300	-13,299	-18,901	-41,551
Other comprehensive income				
Items possible for later reclassification in income statement:				
Translation differences	582	-83	0	-193
Other comprehensive income for the period, net after taxes	582	-83	0	-193
Total comprehensive income for the period	-3,718	-13,382	-18,901	-41,744
Total comprehensive income for the period is attributable to:				
Owners of Misen Energy AB (publ)	-3,718	-13,044	-18,901	-41,744
Non-controlling interests	0	-338	0	0
	-3,718	-13,382	-18,901	-41,744
Net earnings per share, attributable to the owners of Misen Energy AB's (publ) (in SEK per share)				
Net earnings for the period, before and after dilution	-0.03	-0.09	-0.13	-0.29
Average number of shares for the period was 145,068,222				

CONDENSED BALANCE SHEET-THE GROUP

<i>All amounts in KSEK</i>	31 Dec 2022	31 Dec 2021
ASSETS		
Non-current assets		
Tangible fixed assets	0	50
Total non-current assets	0	50
Current assets		
Stock	0	2
Accounts receivable	0	1,138
Other receivables	2,631	3,612
Prepaid expenses and accrued income	1,887	1,712
Total current assets	4,518	6,464
Cash and bank balances	5,862	27,511
Total current assets	10,380	33,975
TOTAL ASSETS	10,380	34,025

<i>All amounts in KSEK</i>	31 Dec 2022	31 Dec 2021
EQUITY AND LIABILITIES		
Equity attributable to owners of Misen Energy AB (publ)	5,980	24,883
Non-controlling interests	0	0
Total equity	5,980	24,883
Current liabilities		
Accounts payable	2,123	5,931
Tax debts	0	-
Other short-term debt	582	1,275
Accrued expenses and deferred income	1,695	1,936
Total current liabilities	4,400	9,142
TOTAL EQUITY AND LIABILITIES	10,380	34,025

CONDENSED STATEMENT OF CHANGES IN EQUITY - THE GROUP

	Attributable to owners of Misen Energy AB (publ)				Total	Non-controlling interests	Total equity
	Share capital	Other equity	Other reserves	Retained earnings			
<i>All amounts in KSEK</i>							
Equity brought forward 2021-01-01	290,136	-274,435	-237	110,531	125,995	1,499	127,495
Net result							
Result for the year 2021-12				-41,551	-41,551	0	-41,551
Other comprehensive income							
Translation difference			0	-193	-193	0	-193
Total comprehensive income	0	0	0	-41,744	-41,744	0	-41,744
Transactions with shareholders							
Dividends paid				-58,028	-58,028	0	-58,028
Other transactions with non-controlling interests				-1,341	-1,341	-1,499	-2,840
Equity brought forward 2021-12-31	290,136	-274,435	-237	9,418	24,882	0	24,883
Totalresultat							
Result of the year 2022-12				-18,901	-18,901	0	-18,901
Övrigt totalresultat							
Translation difference			582	-582	0	0	0
Total comprehensive income			582	-19,483	-18,901	0	-18,901
Equity brought forward 2022-12-31	290,136	-274,435	345	-10,065	5,980	0	5,980

CONDENSED STATEMENT OF CASH FLOWS - THE GROUP

	1 Jan-31 Dec 2022 12 months	1 Jan-31 Dec 2021 12 months
<i>All amounts in KSEK</i>		
Operating activities		
Operating income	-19,331	-41,538
Adjustment for non-cash items	-	-2,550
Interest paid	-	-13
Income tax	-	-68,818
Cash flow from operating activities before working capital changes	-19,330	-112,919
Decrease(+)/increase in stocks	-	31
Decrease(+)/increase in receivables	-1,542	479,271
Decrease(-)/increase in short-term debts	-84	-278,989
Cash-flow from operating activities	-20,956	87,394
Investing activities		
Acquisition of tangible and intangible assets	-	-1
Sale of tangible and intangible assets	-	17
Purchase of shares in subsidiary	-	-2,840
Sale of shares in subsidiary	-693	-
Cash flow from investing activities	-693	-2,824
Financing activities		
Dividends paid	-	-58,028
Cash flow from financing activities	0	-58,028
Cash flow for the period	-21,649	26,542
Cash at the beginning of the period	27,511	935
Exchange rate difference in cash	0	35
Cash at the end of the period	5,862	27,511

CONDENSED INCOME STATEMENT - PARENT COMPANY

(Misen Energy AB (publ))

	1 Oct - 31 Dec 2022 3 months	1 Oct - 31 Dec 2021 3 months	1 Jan-30 Sept 2022 12 months	1 Jan-31 Dec 2021 12 months
<i>All amounts in KSEK</i>				
Operating revenue				
Other operating income	1,394	1,389	5,577	10,163
	1,394	1,389	5,577	10,163
Operating expenses				
Other external expenses	547	10,742	-6,203	-20,252
Personnel expenses	-271	-2,413	-7,660	-25,426
	276	8,329	-13,863	-45,678
Operating result	1,670	9,718	-8,286	-35,515
Anticipated dividend from subsidiary	0	0	0	0
Financial items net	0	0	-1	-26
	0	0	-1	-26
Profit/loss after financial items	1,670	9,718	-8,287	-35,541
Taxes for the period	-	-	-	-
Net profit/loss	1,670	9,718	-8,287	-35,541
Statement of comprehensive income - Parent company				
Net profit/ loss for the period	1,670	9,718	-8,287	-35,541
Other comprehensive income	-	-	0	-
Total comprehensive income for the period	1,670	9,718	-8,287	-35,541

CONDENSED BALANCE SHEET - PARENT COMPANY

(Misen Energy AB (publ))

<i>All amounts in KSEK</i>	31 Dec 2022	31 Dec 2021
ASSETS		
Non-current assets		
Financial fixed assets		
Shares in subsidiaries	260,199	249,199
Total financial fixed assets	260,199	249,199
Total fixed assets	260,199	249,199
Total non-current assets	260,199	249,199
Current receivables		
Other receivables	209	83
Short-term receivables subsidiaries	1,949	620
Prepaid expenses and accrued income	1,887	1,688
	4,045	2,391
Cash and bank balances	5,850	26,818
Total current assets	9,895	29,209
TOTAL ASSETS	270,094	278,408

<i>All amounts in KSEK</i>	31 Dec 2022	31 Dec 2021
EQUITY AND LIABILITIES		
Equity		
Restricted equity		
Share capital	290,136	290,136
Statutory reserves	345	345
	290,481	290,481
Non-restricted equity		
Profit/Loss brought forward	-16,225	19,316
Profit/loss for the year	-8,287	-35,541
	-24,512	-16,225
Total equity	265,969	274,256
Non-current liabilities		
Other long-term debts to group companies	88	88
Total non-current liabilities	88	88
Current liabilities		
Accounts payable	2,123	1,321
Other short-term liabilities	322	1,036
Accrued expenses and deferred income	1,592	1,707
Total current liabilities	4,037	4,064
TOTAL EQUITY AND LIABILITIES	270,094	278,408

CONDENSED STATEMENT OF CHANGES IN EQUITY - PARENT COMPANY

(Misen Energy AB (publ))

<i>All amounts in KSEK</i>	Share capital	Statutory reserves	Share Premium reserve	Retained earnings	Total equity
Equity brought forward 2021-01-01	290,136	345	714,281	-636,938	367,824
Net result					
Result for the year 2021-12	-	-	-	-35,541	-35,541
Transactions with shareholders					
Dividends paid	-	-	-	-58,742	-58,742
Equity brought forward 2021-12-31	290,136	345	714,281	-730,507	274,255
Net result					
Result for the year 2022-12	-	-	-	-8,286	-8,286
Equity brought forward 2022-12-31	290,136	345	714,281	-738,793	265,969

CONDENSED STATEMENT OF CASH FLOWS - PARENT COMPANY

(Misen Energy AB (publ))

	1 Jan- 31 Dec 2022 12 months	1 Jan-31 Dec 2021 12 months
<i>All amounts in KSEK</i>		
Operating activities		
Operating income	-8,286	-35,515
Adjustment for non-cash items	-	-4,535
Interest paid	-1	-26
Cash flow from operating activities before working capital changes	-8,287	-40,076
Decrease(+)/increase in receivables	-12,654	191,232
Decrease(-)/increase in accounts payable	802	-13,488
Decrease(-)/increase(+) in short term debts	-829	-47,175
Cash flow from operating activities	-20,968	90,493
Investment activities		
Purchase of shares in subsidiary	-	-5,840
Cash flow from investing activities	0	-5,840
Financing activities		
Dividends paid	-	-58,028
Cash flow from financing activities	0	-58,028
Cash flow for the period	-20,968	26,627
Cash at the beginning of the period	26,818	191
Cash at the end of the period	5,850	26,818

Alternative Performance Measures – Group

As of July 3, 2016 new guidelines on APMs (Alternative Performance Measures) are issued by ESMA (the European Securities and Markets Authority). APMs are financial measures other than financial measures defined or specified by International Financial Reporting Standards (IFRS).

Misen Energy AB (publ) regularly uses alternative performance measures to enhance comparability from period to period and to give deeper information and provide meaningful supplemental information to analysts, investors and other parties.

It is important to know that not all companies calculate alternative performance measures identically, therefore these measurements have limitations and should not be used as a substitute for measures of performance in accordance with IFRS.

Below you find our presentation of the APMs and how we calculate these measures.

CONDENSED FINANCIAL AND OPERATIONAL KEY RATIOS

	1 Jan - 30 Sept 2022 12 months	1 Jan-31 Dec 2021 12 months
The Group		
Financial key ratios		
EBITDA (KSEK)	-19,331	-41,431
Financial cost	0	-26
Profit/loss per share before dilution SEK*	-0.13	-0.29
Profit/loss per share after dilution SEK*	-0.13	-0.29
Return on equity (ROE)	e.a	Neg
Return on capital employed (ROCE)	e.a	Neg
Debt/equity ratio	0.0%	0.0%
Equity ratio	57.6%	73.1%
Share of risk bearing capital	57.6%	73.1%
Weighted average number of shares for the period*	145,068,222	145,068,222
Number of outstanding shares before dilution *	145,068,222	145,068,222
Number of outstanding shares after dilution *	145,068,222	145,068,222
Weighted average number of shares for the period after dilution*	145,068,222	145,068,222

The Parent Company (Misen Energy AB)

EBITDA (KSEK)	-8,286	-35,515
Profit/loss per share before dilution SEK*	-0.06	-0.24
Profit/loss per share after dilution SEK*	-0.06	-0.24
Return on equity (ROE)	e.a.	0
Return on capital employed (ROCE)	e.a.	neg
Debt/equity ratio	0.0%	0.0%
Equity ratio	98.5%	98.5%
Share of risk bearing capital	98.5%	98.5%
Weighted average number of shares for the period*	145,068,222	145,068,222
Number of outstanding shares before dilution *	145,068,222	145,068,222
Number of outstanding shares after dilution *	145,068,222	145,068,222
Weighted average number of shares for the period after dilution*	145,068,222	145,068,222

Definition of financial key ratios

1. EBITDA (profit before interest, tax, depreciation, write-downs) defined as the group and the parent company's operating profit/loss before depreciation.
2. Profit/loss per share before dilution defined as the group and the parent company's net profit/loss after tax divided by the number of outstanding shares before dilution at the end of period.
3. Profit/loss per share after dilution defined as the group and the parent company's net profit/loss after tax divided by the number of outstanding shares after dilution at the end of period.
4. Return on equity defined as the group and the parent company's profit/loss divided by total equity at the end of period.
5. Return on working capital is defined as the group and the parent company's profit/loss after financial items plus interest expense plus/minus exchange differences on financial items divided by total capital employed (average of the two latest periods balance sheet total with reduction for non-interest bearing debt).
6. Debt/equity ratio defined as the group and the parent company's interest bearing debt divided by equity.
7. Equity ratio defined as the group and the parent company's equity including minority owner shares divided by balance sheet total.
8. Proportion of risk-bearing capital %, defined as the sum of the Group's and Parent Company's respective equity and deferred tax (including minority interest) divided by the balance sheet total.
9. On the 12th of January 2012 an amalgamation of shares 100:1 was registered whereby the number of shares were reduced to 145,068,222 and the quota value became approximately 2 SEK.