



## Financial Report First Quarter 2020

### First Quarter 2020 (January – March)

- Revenue for the first quarter amounts to MSEK 0.0 (0.0)
- Exploration and evaluation costs for the first quarter amounts to MSEK 4.3 (2.1)
- After-tax profit for the first quarter amounts to MSEK -4.3 (-2.2)
- Profit per share for the first quarter amounts to SEK -0.19 (-0.13)

### Significant events in the reporting period

- Permitting work for Joma and for Stekenjokk and Levi has continued
- Major owners of Vilhelmina Mineral have signed a sale agreement with Nickel Mountain Resources
- The company is carrying out a rights issue of SEK 22 million and has obtained guarantees and commitments that fully cover this issue

### Significant events after the reporting period

- Permitting work for Joma and for Stekenjokk and Levi has continued
- Financing secured via rights issue of approximately 22 MSEK and direct share issue of approximately 0.9 MSEK

# Operations

## Vilhelmina Mineral in short

Vilhelmina Mineral AB (publ), ("the Company"), is a Swedish company active in exploration and mining in the Nordic region, focusing on base metals, mainly copper and zinc. The company's goal is to develop the current deposits and start mining operations in the next few years. The company's main projects consist of the Swedish projects Stekenjokk and Levi in Västerbotten and the Norwegian project Joma located in Trøndelag. For Stekenjokk and Levi, an application for exploitation concession is submitted to the Swedish authorities. In the case of the Joma, the first step in the Norwegian equivalent of exploitation concession has been obtained ("utvinningsrett"). In addition to the main projects, there are a number of smaller satellite projects in the form of Swedish Jormlien and Ankarvattnet, as well as Norwegian Gjersvik. The operations are organized in the Swedish parent company Vilhelmina Mineral AB (publ) and in the half-owned Norwegian subsidiary Joma Gruver AS. More information about the Company is available at [www.vilhelminamineral.com](http://www.vilhelminamineral.com).

## Development of operations

### Joma

In the reporting period, the Company's Norwegian subsidiary Joma Gruver AS has continued to work on the development of the Joma project. Work with the zoning plan (reguleringsplan) has continued in collaboration with external consultant Multiconsult Norge AS.

Regarding procurement of external consultants has commenced for an updated mineral resource estimate in line with international standard (National Instruments 43-101 or JORC) and a Preliminary Economic Assessment, the Company has postponed this process until long term financing has been secured. The work will entail both Joma and the Swedish projects Stekenjokk and Levi.

### Stekenjokk and Levi

In the reporting period, the Company has continued to work related to its Swedish main projects Stekenjokk and Levi, including a supplement to the application for a exploitation concession in which the Company is proposing seasonal mining in the winter and transportation of ore from Sweden to Joma in Norway for processing and handlings of tailings. The hearing process is ongoing and the Company is awaiting decision from the Swedish Mining Inspectorate.

### Financing

In the reporting period, the company has taken measures to secure long term financing. The Board is of the opinion that through these measures the Company will have sufficient funding to operate according to plans. See also the section "Vilhelmina Mineral's principal owner signs agreement on sales to Nickel Mountain Resources".

## **Major owners of Vilhelmina Mineral have signed a sale agreement with Nickel Mountain Resources**

In the reporting period, Nickel Mountain Resources AB (publ) has entered into an agreement with owners of 92.5% of the shares in Vilhelmina Mineral, to acquire their shares against payment in newly issued shares in Nickel Mountain. Before the transaction is completed, Vilhelmina Mineral will be financed through a rights issue of SEK 22 million, which is 100% covered by guarantees and subscription obligations. In addition, Vilhelmina Mineral has entered into an agreement for additional financing of approximately SEK 3.3 million through Norwegian regional funds. The acquisition of the shares in Vilhelmina Mineral takes place through a so-called issue in kind where 11 newly issued shares in Nickel Mountain are paid for each acquired share in Vilhelmina Mineral. The transaction is conditional, among other things, on the extraordinary General Meeting of Nickel Mountain approving the transaction and authorizing the board of Nickel Mountain to decide on the issue of the consideration shares through an issue in kind.

According to the preliminary conditions for the rights issue in Vilhelmina Mineral, approximately 11.5 million shares will be issued at the price of SEK 2 per share. The subscription period will provisionally run during the second half of April 2020. The terms of the issue will be decided and published after the Extraordinary General Meeting of Nickel Mountain approves the transaction. Preliminary overall schedule for the transaction as below.

Extraordinary General Meeting of Nickel Mountain	early April 2020
Rights issue in Vilhelmina Mineral will be held	April – May 2020
The consideration shares in Nickel Mountain will be issued in	June 2020

## **Events after the reporting period**

### **Joma**

After the reporting period, the Company's Norwegian subsidiary Joma Gruver AS has continued to work on the development of the Joma project.

### **Stekenjokk and Levi**

After the reporting period, the Company has continued with work related to its Swedish main projects Stekenjokk and Levi, including work related to the application for a exploitation concession.

### **Financing**

After the reporting period, the Company has carried out a Rights Issue of approximately 22 MSEK ("the Rights Issue"). This Rights Issue comprised of a maximum of 11,048,610 new shares issued at 2 SEK per share. Of these shares, 1,628,430 shares, corresponding to approximately 14.7 percent of the shares in the Rights Issue, have been subscribed for by exercise of subscription rights. A total of 1,478,793 shares have been subscribed for without exercise of subscription rights, corresponding to approximately 13.4 percent of the shares in the Rights Issue. In total, 3,107,223 shares, corresponding to approximately 28.1 percent of the shares in the Rights Issue, have been subscribed for with and without exercise of subscription rights. In addition, 7,941,387 shares, corresponding to approximately 71.9 percent of the Rights Issue, have been allocated to guarantors who have undertaken to subscribe for part of the Rights Issue in accordance with the guarantee agreements concluded with the Company. Through the Rights Issue, Vilhelmina Mineral's share capital is increased by SEK 1,104,861 by the issuance of 11,048,610 shares. The Company's share capital before the Rights Issue amounts to SEK 1,657,291.6 and share capital after Rights Issue will amount to SEK 2,762,152.6 and the total number of shares will increase

from 16,572,916 shares to 27,621,526 shares, once the Rights Issue has been registered with the Swedish Companies Registration Office (Sw.: *Bolagsverket*). For existing shareholders who did not subscribe for their pro rata share of the Rights Issue, a dilution effect will occur corresponding to approximately 40 percent of the total number of shares in the Company following the Rights Issue.

## Financial and other information

### Net revenue and profit

The Group has not had any revenues during the reporting period. Profit after tax for the first quarter was MSEK -4.3 (-2.2).

### Cash position and cash flow

The Group's shareholders' equity attributable to the parent company's shareholders amounted to MSEK 16.1 (3.8) as at March 31. It gives a solidity of 59 (71) %. Cash amounted to MSEK 4.1 (3.3) at the end of the period. Cash flow from operating activities after changes in working capital for the first quarter amounted to MSEK -0.6 (-0.3). Cash flow from investing activities for the first quarter amounted to MSEK 0.0 (0.0). Cash flow from financing activities for the first quarter amounted to MSEK 3.0 (0.0). Total cash flow for the first quarter amounted to MSEK 2.3 (-0.3).

### Investments

In the reporting period no investments have been made. All costs associated with drilling and other development of projects have been expensed.

### Financing

In the reporting period, the Company has raised financing via an external loan amounting to MSEK 3.0. After the reporting period, the Company has carrying out a rights issue of approximately MSEK 22 and a direct share issue of approximately MSEK 0.9 off set against loans. Via these issues a total of approximately MSEK 6.9 of loans and payables has been off set against newly issued shares, thereby lowering the Company's debt with the same amount. Further, the Company has obtained approximately MSEK 16.1 in cash via subscriptions before financing cost of Rights Issue.

### Outstanding shares

The number of outstanding shares in the company at the end of the period was 27,621,526 including ongoing share issue of 11,048,610 shares.

### Incentive programs

An option program of 1 million warrants has been issued to the Company's key staff including members of the Board and management. Full conversion of the warrants at the end of the period amounts to approximately 3.5% dilution. Each warrant entitles the holder to subscribe for a new share in the Company at a subscription price of SEK 6. Notification of subscription of shares shall be made no later than August 2, 2021.

## Staff

There are no employees in the Group. All staff, including management, are hired on a consultancy basis.

## Transactions with related parties

During the period January - March, transactions with related parties have taken place as follows. The company's CEO and Board member Peter Hjorth have received compensation of kSEK 980 via own company. Board member and Vice President, Jonas Dahllöf, has received compensation of kSEK 980 via own company. Board member, Neil Said, has received compensation of kSEK 291 via own company. Agreements covering related services have been made on market based terms.

## Parent company

The activities of Vilhelmina Mineral AB (publ) focus on the development of the Swedish projects, the provision of group management function, and group-wide financing including both the Swedish and Norwegian operations and the Group Management function. Costs of MSEK 4.1 (1.8) were reported for the first quarter and earnings after tax amounted to MSEK -4.2 (-1.8). The number of employees in the parent company is 0 (0). Staff is hired on a consulting basis.

## Accounting Principles

This interim report has been prepared in accordance with the Annual Accounts Act and the Swedish Accounting Standards Boards' general advice BFNAR 2012: 1 Annual Report and Consolidated Financial Statements (K3). The Company has, during 2018, increased its holding in Joma Gruver AS to 50%. Furthermore, the Company has an option to increase ownership to 100%. With increased ownership and an assessed opportunity to call for the option, it is the Board's assessment that a controlling influence has been achieved and that Joma is consolidated in the Group since January 1, 2018. The Company prepares consolidated accounts. Companies in which the Company holds the majority of the votes at the general meeting and companies in which the Company through an agreement has a controlling influence are classified as subsidiaries and are consolidated in the consolidated accounts. Subsidiaries are included in the consolidated financial statements from the date on which the controlling influence is transferred to the Group. They are excluded from the financial statements from the date on which the controlling influence ceases. Otherwise, the accounting principles are unchanged compared with previous year.

## Risks

Significant risk and uncertainty factors include, but not limited to, results of prospecting, obtaining environmental, land, operating licenses and continued financing within the Group. The various risks associated with the Group's operations are discussed in more detail on the Company's website.

## Financial reporting calendar

- Financial reporting for the period April – June 2020 will be published on August 7, 2020
- Financial reporting for the period July – September 2020 will be published on November 6, 2020

Given that the majority share of the Company is planned to be acquired by the company Nickel Mountain Resources AB, the above external reports will not be published. This is because the Company will constitute a subsidiary of Nickel Mountain Resources AB and the Company intends to withdraw the application for its own listing of the Company's share in the NGM Nordic SME marketplace.

This information is such as Vilhelmina Mineral AB (publ) is obliged to disclose under the EU Market Abuse Regulation and the Securities Market Act. The information was provided, by the responsible contact person below, for publication on May 8, 2020 at. 8:40.

This report has not been audited by the Company's auditor.

Stockholm, May 8, 2020

**Scott Moore**  
Chairman

**Peter Hjorth**  
CEO and director

**Neil Said**  
Director

**Jonas Dahllöf**  
COO and director

**Leslaw Kwasiak**  
Director

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# Group Profit and Loss Statement

<b>Consolidated Income Statement</b>	the Group 3 months 2020-01-01 2020-03-31	the Group 3 months 2019-01-01 2019-03-31	the Group 9 months 2019-01-01 2019-12-31
<b>(Amount in kSEK)</b>			
<b>Operating income</b>			
Net revenue	0	0	0
<b>Total income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Operating expenses</b>			
Exploration and evaluation expenditures	-4 256	-2 125	-8 432
Other external expenses	-13	-31	-95
Personnel expenses	0	0	0
Depreciation and amortization of tangible and intangible fixed assets	0	0	0
<b>Total operating expenses</b>	<b>-4 270</b>	<b>-2 156</b>	<b>-8 528</b>
<b>Operating results</b>	<b>-4 270</b>	<b>-2 156</b>	<b>-8 528</b>
<b>Results from financial items</b>			
Financial income	0	0	1
Financial expenses	-49	0	0
<b>Results after financial items</b>	<b>-4 319</b>	<b>-2 156</b>	<b>-8 527</b>
Income tax	0	0	0
<b>RESULTS FOR THE PERIOD</b>	<b>-4 319</b>	<b>-2 156</b>	<b>-8 527</b>
Attributable to:			
Owners of the Parent Company	-4 241	-1 996	-7 974
Non-controlling interests	-78	-160	-553
Earnings per share before dilution, SEK	-0,19	-0,13	-0,48
Average number of shares, pcs <sup>1)</sup>	22 097 221	16 572 916	16 572 916
Earnings per share after dilution, SEK	-0,18	-0,12	-0,45
Average number of shares after dilution, pcs <sup>1)</sup>	23 097 221	16 572 916	17 572 916

1) Including the new issue of 11 048 610 new shares (MSEK 22) not registered as of March 31, 2020.

## Group Balance Sheet Statement

<b>Consolidated Balance sheets</b>	the Group	the Group	the Group
<b>(Amount in kSEK)</b>	2020-03-31	2019-03-31	2019-12-31
<b>Assets</b>			
Signed but not paid up capital	22 097	0	0
Intangible fixed assets	9 349	9 464	9 447
Tangible fixed assets	0	0	0
Current assets	584	759	663
Cash and bank	4 125	3 305	1 776
<b>Total assets</b>	<b>36 154</b>	<b>13 528</b>	<b>11 886</b>
<b>Shareholders equity and liabilities<sup>1)</sup></b>			
Equity attributable to:			
Owners of the Parent Company	16 121	3 843	-1 683
Non-controlling interests	5 227	5 858	5 305
<b>Total shareholders equity</b>	<b>21 348</b>	<b>9 701</b>	<b>3 621</b>
Deferred tax liability	1 757	1 757	1 757
Accounts payable	1 435	1 440	1 380
Current liabilities	11 615	630	5 127
<b>Total shareholders equity and liabilities</b>	<b>36 154</b>	<b>13 528</b>	<b>11 886</b>

1) Including the new issue of 11 048 610 new shares (MSEK 22) not registered as of March 31, 2020.

## Changes in Equity

<b>Changes in shareholders equity<sup>1)</sup></b>	the Group	the Group	the Group
<b>(Amount in kSEK)</b>	3 months	3 months	9 months
	2020-01-01	2019-01-01	2019-01-01
	2020-03-31	2019-03-31	2019-12-31
Opening balance	3 621	11 788	11 788
Share issue expenses	-25	0	296
Not registered new share issue	22 097	0	0
Non-controlling interests	-78	0	-553
Translation difference	-27	69	64
Results for the period	-4 241	-2 156	-7 974
<b>Closing balance</b>	<b>21 348</b>	<b>9 701</b>	<b>3 621</b>

1) Including the new issue of 11 048 610 new shares (MSEK 22) not registered as of March 31, 2020.



# Cash Flow Statement

Cash flow statement	the Group	the Group	the Group
	3 months	3 months	9 months
	2020-01-01	2019-01-01	2019-01-01
<b>(Amount in kSEK)</b>	<b>2020-03-31</b>	<b>2019-03-31</b>	<b>2019-12-31</b>
Cash flow from operating activities after changes in working capital	-626	-340	-3 859
Cash flow from investment activities	0	0	0
Cash flow from financing activities	2 975	0	1 990
Cash flow for the period	2 349	-340	-1 869
Opening liquid assets	1 776	3 645	3 645
Closing liquid assets	4 125	3 305	1 776
Changes in cash flow for the period	2 349	-340	-1 869

## Key Ratios

Key ratios	the Group	the Group	the Group
	3 months	3 months	9 months
	2020-01-01	2019-01-01	2019-01-01
	<b>2020-03-31</b>	<b>2019-03-31</b>	<b>2019-12-31</b>
<b>Margins</b>			
Operating income, kSEK	0	0	0
Operating margin, %	neg	neg	neg
Profit margin, %	neg	neg	neg
<b>Profitability</b>			
Return on total capital, %	neg	neg	neg
Return on shareholders equity, %	neg	neg	neg
<b>Capital structure</b>			
Shareholders equity, kSEK	21 348	9 701	3 621
Balance sheet total, kSEK	36 154	13 528	11 886
Solidity, %	59,0%	71,7%	30,5%
<b>Investments</b>			
Net investments in intangible fixed assets, kSEK	0	0	0
Net investments in tangible fixed assets, kSEK	0	0	0
<b>Personnel</b>			
Number of employees at the end of the period, pcs	0	0	0
<b>Per share data</b>			
Shares at the end of the period, pcs <sup>1)</sup>	27 621 526	16 572 916	16 572 916
Average number of shares, pcs	22 097 221	16 572 916	16 572 916
Earnings per share, SEK	-0,19	-0,13	-0,48
Shareholders equity per share, SEK	0,77	0,59	0,22
Share quota value / face value, SEK	0,10	0,10	0,10
Totalt share capital, SEK	2 762 153	1 657 292	1 657 292

1) Including the new issue of 11 048 610 new shares (MSEK 2.2) not registered as of March 31, 2020.

## Parent Company's Profit and Loss Statement

<b>Income statement - parent company</b>	3 months	3 months	9 months
	2020-01-01	2019-01-01	2019-01-01
<b>(Amount in kSEK)</b>	2020-03-31	2019-03-31	2019-12-31
<b>Operating income</b>			
Net revenue	0	0	0
<b>Total income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Operating expenses</b>			
Exploration and evaluation expenditures	-4 099	-1 805	-7 326
Other external expenses	-13	-31	-95
Personnel expenses	0	0	0
<b>Total operating expenses</b>	<b>-4 113</b>	<b>-1 836</b>	<b>-7 421</b>
<b>Operating results</b>	<b>-4 113</b>	<b>-1 836</b>	<b>-7 421</b>
<b>Results from financial items</b>			
Financial income	0	0	0
Financial expenses	0	0	0
<b>Results after financial items</b>	<b>-4 162</b>	<b>-1 836</b>	<b>-7 421</b>
Income tax	0	0	0
<b>RESULTS FOR THE PERIOD</b>	<b>-4 162</b>	<b>-1 836</b>	<b>-7 421</b>

## Parent Company's Balance Sheet Statement

<b>Balance sheets - parent company</b>	2020-03-31	2019-03-31	2019-12-31
<b>(Amount in kSEK)</b>	2020-03-31	2019-03-31	2019-12-31
<b>Assets</b>			
Signed but not paid up capital	22 097	0	0
Intangible fixed assets	750	750	750
Shares in group companies	5 858	5 858	5 858
Receivable from group companies	480	0	529
Current assets	548	697	579
Cash and bank	3 932	3 070	1 525
<b>Total assets</b>	<b>33 665</b>	<b>10 375</b>	<b>9 241</b>
<b>Shareholders equity and liabilities</b>			
Shareholders equity <sup>1)</sup>	21 115	8 493	3 205
Accounts payable	1 089	1 252	1 078
Payable to group companies	0	0	0
Current liabilities	11 461	630	4 958
<b>Total shareholders equity and liabilities</b>	<b>33 665</b>	<b>10 375</b>	<b>9 241</b>

1) Including the new issue of 11 048 610 new shares (MSEK 22) not registered as of March 31, 2020.

# Definitions of Key Ratios for Group

## Definitions

### Margin

*Operating margin, %*

Operating profit as a percentage of total income.

*Profit margin, %*

Profit after net financial items as a percentage of total income.

### Profitability

*Return on shareholders equity, %*

Net profit as a percentage of average shareholders equity.

Average shareholders equity is calculated as opening plus closing shareholders equity divided by two.

*Return on total capital, %*

Operating profit plus financial income as a percentage of average balance sheet total. The average balance sheet total has been calculated as the total plus opening plus closing balance sheet totals divided by two.

### Capital structure

*Shareholders equity, kSEK*

Shareholders equity at the end of the period.

*Solidity, %*

Shareholders equity and minority interest as a percentage of balance sheet total.

### Investments

*Net investments in intangible and tangible fixed assets, kSEK*

Investments in the intangible and tangible fixed assets decreased by the period's sales and disposals.

### Personnel

*Number of employees, pcs*

Number of employees calculated based on full-time employed at the end of the period.

### Per share data

*Number of shares, pcs*

Number of outstanding shares at the end of the period.

*Average number of shares, pcs*

Average number of shares during the period.

*Earnings per share, SEK*

Profit after tax divided by average number of shares for the period.

*Shareholders equity per share, SEK*

Shareholders equity at the end of the period divided by number of shares at the end of the period.