



Financial Report Fourth Quarter 2018

Fourth Quarter 2018 (October – December)

- Exploration and evaluation costs for fourth quarter amounts to MSEK 3.3 (1.1)
- After-tax profit for fourth quarter amounts to MSEK -3.3 (-1.1)
- Profit per share for fourth quarter amounts to SEK -0.22 (-0.11)

Full year 2018 (January – December)

- Exploration and evaluation costs for the full year amounts to MSEK 11.0 (1.1)
- After-tax profit for the full year amounts to MSEK -11.3 (-2.9)
- Profit per share for the full year amounts to SEK -0.84 (-0.34)

Significant events in the reporting period

- Approval obtained for listing of Company's share at market place NGM Nordic MTF in Stockholm
- Plans for listing of Company's share at NGM Nordic MTF postponed
- Direct share issue of 6.1 msek before issuing cost completed
- Permitting work for Stekenjokk and Joma continued

Significant events after the reporting period

- Plan program for Norwegian subsidiary has been approved by municipality of Røyrvik
- Board member Scott Moore has been appointed chairman of the board

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 ("utvinningrett"). 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.

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. The main focus has been on work with regulatory plan and development of work plan for 2019.

Stekenjokk and Levi

In the reporting period, Vilhelmina Mineral has continued to work on the development of the Swedish main projects Stekenjokk and Levi. The work has consisted of meetings with various authorities and other stakeholders and development of supplementary documentation in relation to the application for an exploitation concession with a new alternative for seasonal mining during winter. Supplemented application was handed in during December to the Mining Inspectorate of Sweden.

Listing of Company's share and planned financing

In the reporting period, the Company has continued to work on the planned listing of the Company's share at NGM Nordic MTF. This included publication of an information memorandum on October 12 upon which a new share issue to the public was planned. However, the Company announced on November 12 that a decision had been taken by the board to postpone listing and to withdraw the new share issue to the public based on the view that the conditions on the financial markets at the time were less favorable and that listing of the Company's share at a later date would be more optimal. NGM's approval of listing is valid until March 27, 2019 and is conditional upon the Company meeting the formal listing requirements regarding working capital for 12 months' business and ownership spread.

Financing

In the reporting period, the Company has, following a decision on a prolonged distribution issue, instead implemented a directed new issue of 2,044,444 shares at a price of SEK 3 per share, which contributes financing of SEK 6 133 332 to the Company before issuance costs. Through the issue, the number of

shares increases from 14 528 472 to 16 572 916 and the share capital increases by SEK 204 444.40 from SEK 1,452,847.20 to SEK 1,657,291.60.

Events after the reporting period

Joma

After the end of the reporting period, the Company's Norwegian subsidiary Joma Gruver AS has obtained approval from Røyrvik municipality for its plan program for the Joma mine industrial area. The plan program is stipulated by Norwegian law and is an important step in the permitting process related to restart of mining activities in Joma. The plan program constitutes a framework for the continued process to develop a more detailed plan for the Joma industrial area and is an important step in the permitting process for restarting of mining activities in Joma. The plan program was approved by the municipality without any changes. The next step in the permitting process is to carry out an impact analysis.

Stekenjokk and Levi

After the reporting period, Vilhelmina Mineral has continued to work on the development of the Swedish main projects Stekenjokk and Levi. The work has consisted of meetings with various authorities and other stakeholders and development of supplementary documentation in relation to the application for an exploitation concession and preparation for the anticipated referral round.

New chairman of the board appointed

After the reporting period, board member Scott Moore has been appointed new chairman of the board. Mr. Moore represents Canadian owner Vilhelmina Minerals Inc. which is indirectly controlled by Canadian investment company Forbes & Manhattan. Mr. Moore's predecessor as chairman, Michael Timmins, is leaving Forbes & Manhattan and thereby also his assignments in portfolio companies. Mr. Moore has been a board member of the Company since Forbes & Manhattan's investment in 2017. Mr. Moore has over 25 years of experience from senior management positions in the mining sector. Current positions include COO of Canadian investment company Forbes & Manhattan, CEO of Euro Sun Mining (listed at TSX - the Toronto Stock Exchange) and chairman of Copper One (listed at TSX). He was previously CEO of Dacha Strategic Metals and has long experience from developing companies and businesses in the mining industry. Mr. Moore's education includes a Bachelor of Arts from Toronto University and an MBA from Kellogg School of Management.

Financial and other information

Net revenue and profit

The Group has not had any revenues during the reporting period. The result after tax for the fourth quarter was MSEK -3.3 (-1.1). Profit after tax for the full year was MSEK -11.3 (-2.9).

Cash position and cash flow

The Group's shareholders' equity attributable to the parent company's shareholders amounted to MSEK 5.9 (4.9) as at December 31. It gives a solidity of 76 (93) %. Cash amounted to MSEK 3.6 (3.3) at the end of the period. Cash flow from operating activities after changes in working capital for the fourth quarter amounted to MSEK -4.5 (-3.6) and during the full year to MSEK -12.0 (-3.2), Cash flow from investing activities for the fourth quarter amounted to MSEK 0.0 (-0.5) and during the full year to MSEK 0.0 (1.0). Cash flow from financing activities for the fourth quarter amounted to MSEK 4.9 (7.4) and during the full year to MSEK 12.4 (7.4), Total cash flow for the fourth quarter amounted to MSEK 0.4 (3.3) and for the full year to MSEK 0.3 (3.2).

Investments

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

During the period August 2017, Vilhelmina Mineral has acquired shares corresponding to 50% ownership in Joma Mining AS in May 2018 in terms of both equity and voting rights. In total, the Company has paid about SEK 5.9 million in cash for this shareholding. Vilhelmina Mineral has the option of later expanding ownership up to 100%

Financing

During the full year, a total share issue of MSEK 13.7, before share issue costs, has been completed. The company's current plans require a need for additional funding in 2019. The Board of Directors believes that the market situation and the processes that have been initiated mean that there are good opportunities to solve the need for financing in a satisfactory manner.

Outstanding shares

The number of outstanding shares in the company at the end of the period was 16,572,919 including the new issue of 1,022,222 shares (kSEK 3,067) not registered as of December 31, 2018.

Incentive programs

An option program of 1 million warrants has been issued to the Company's key persons consisting of members of the Board and additional persons working in conjunction with the Company. Full conversion of the warrants at the end of the period amounts to approximately 6.4% dilution. Each

warrant entitled 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 02 August, 2018.

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 October-December, transactions with related parties have taken place as follows. The company's CEO and Board member Peter Hjorth have received compensation of kSEK 360 via own company. Board member and Vice President, Jonas Dahllöf, has received compensation of kSEK 360 via own company. Executive chairman, Michael Timmins, has received compensation of kSEK 70 via own company. Board member, Neil Said, has received compensation of kSEK 35 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 3.0 (1.1) were reported for the fourth quarter, and earnings after tax amounted to MSEK -3.0 (+1.1). For the full year, expenses of MSEK 6.9 (2.9) are reported and profit after tax amounted to MSEK -6.9 (-2.9). The number of employees in the parent company is 0 (0). Staff is hired on consultancy 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 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.

Dividend

The Board of Directors proposes that no dividend be paid for the financial year 2018.

Financial reporting calendar

- Annual report 2018 will be published on March 15, 2019
- Annual general meeting 2019 will be held on April 25, 2019
- Financial reporting for the period January – March 2019 will be published on May 10, 2019
- Financial reporting for the period April – June 2019 will be published on August 9, 2019
- Financial reporting for the period July – September 2019 will be published on November 8, 2019

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

Stockholm, February 12, 2018

Scott Moore
Chairman

Peter Hjorth
CEO and director

Jonas Dahllöf
COO and director

Leslaw Kwasik
Director

Neil Said
Director

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Group Profit and Loss Statement

Consolidated Income Statement ¹⁾	the Group	Parent	the Group	Parent
	3 months	3 months	12 months	12 months
	2018-10-01	2017-10-01	2018-01-01	2017-01-01
(Amount in kSEK)	2018-12-31	2017-12-31	2018-12-31	2017-12-31
Operating income				
Net revenue	0	0	0	0
Total income	0	0	0	0
Operating expenses				
Exploration and evaluation expenditures	-3 299	-1 048	-11 028	-1 126
Other external expenses	-16	-62	-252	-1742
Personnel expenses	0	0	0	0
Depreciation and amortization of tangible and intangible fixed assets	0	0	0	0
Total operating expenses	-3 315	-1 110	-11 279	-2 868
Operating results	-3 315	-1 110	-11 279	-2 868
Results from financial items				
Financial income	1	0	1	0
Financial expenses	0	0	0	-30
Results after financial items	-3 314	-1 110	-11 279	-2 898
Income tax	0	0	0	0
RESULTS FOR THE PERIOD	-3 314	-1 110	-11 279	-2 898
Attributable to:				
Owners of the Parent Company	-3 135	-1 110	-9 100	-2 898
Non-controlling interests	-179	0	-2 178	0
Earnings per share before dilution, SEK	-0,22	-0,11	-0,84	-0,34
Average number of shares, pcs ²⁾	15 209 953	10 371 354	13 472 135	8 642 795
Earnings per share after dilution, SEK	-0,20	-0,11	-0,78	-0,34
Average number of shares after dilution, pcs ²⁾	16 209 953	10 371 354	14 472 135	8 642 795

1) Consolidation with Joma Gruver AS has been done during 2018. In the comparative periods and for the whole of 2017, Vilhelmina Mineral AB is reported.

2) Including the new issue of 1 022 222 new shares (kSEK 3 067) not registered as of December 31, 2018.

Group Balance Sheet Statement

Consolidated Balance sheets ¹⁾ (Amount in kSEK)	the Group	Parent
	2017-09-30	2017-12-31
Assets		
Signed but not paid up capital	2 044	0
Intangible fixed assets	9 414	750
Tangible fixed assets	0	0
Shares in group companies	0	1 033
Current assets	345	165
Cash and bank	3 645	3 310
Total assets	15 448	5 259
Shareholders equity and liabilities		
Equity attributable to:		
Owners of the Parent Company	5 930	4 880
Non-controlling interests	5 858	0
Total shareholders equity ²⁾	11 788	4 880
Deferred tax liability	1 757	0
Accounts payable	578	90
Current liabilities	1 324	289
Total shareholders equity and liabilities	15 448	5 259

1) Consolidation with Joma Gruver AS has been done during 2018. In the comparative periods and for the whole of 2017, Vilhelmina Mineral AB is reported.

2) Including the new issue of 1 022 222 new shares (kSEK 3 067) not registered as of December 31, 2018.

Changes in Equity

Changes in shareholders equity ¹⁾ (Amount in kSEK)	the Group	Parent	the Group	Parent
	3 months 2018-10-01 2018-12-31	3 months 2017-10-01 2017-12-31	12 months 2018-01-01 2018-12-31	12 months 2017-01-01 2017-12-31
Opening balance	10 339	-1 395	4 880	392
New share issues	3 270	7 500	10 840	7 500
Subscription through warrants	203	0	203	0
Share issue expenses	-1 379	-115	-1 379	-115
Not registered new share issue	3 067	0	3 067	0
Non-controlling interests	5 858	0	5 858	0
Dividend	-156	0	-156	0
Translation difference	-85	0	-42	0
Results for the period	-3 314	-1 110	-11 279	-2 898
Closing balance	11 788	4 880	11 788	4 880

1) Including the new issue of 1 022 222 new shares (kSEK 3 067) not registered as of December 31, 2018.

Cash Flow Statement

Cash flow statement	the Group	Parent	the Group	Parent
	3 months	3 months	12 months	12 months
	2018-10-01	2017-10-01	2018-01-01	2017-01-01
(Amount in kSEK)	2018-12-31	2017-12-31	2018-12-31	2017-12-31
Cash flow from operating activities after changes in working capital	-4 450	-3 573	-12 036	-3 172
Cash flow from investment activities	0	-516	0	-1 033
Cash flow from financing activities	4 849	7 385	12 371	7 385
Cash flow for the period	399	3 296	335	3 180
Opening liquid assets	3 246	14	3 310	130
Closing liquid assets	3 645	3 310	3 645	3 310
Changes in cash flow for the period	399	3 296	335	3 180

Key Ratios

Key ratios	the Group	Parent	the Group	Parent
	3 months	3 months	12 months	12 months
	2018-10-01	2017-10-01	2018-01-01	2017-01-01
	2018-12-31	2017-12-31	2018-12-31	2017-12-31
Margins				
Operating income, kSEK	0	0	0	0
Operating margin, %	neg	neg	neg	neg
Profit margin, %	neg	neg	neg	neg
Profitability				
Return on total capital, %	neg	neg	neg	neg
Return on shareholders equity, %	neg	neg	neg	neg
Capital structure				
Shareholders equity, kSEK	11 788	4 880	11 788	4 880
Balance sheet total, kSEK	15 448	5 259	15 448	5 259
Solidity, %	76,3%	92,8%	76,3%	92,8%
Investments				
Net investments in intangible fixed assets, kSEK	0	516	0	1 033
Net investments in tangible fixed assets, kSEK	0	0	0	0
Personnel				
Number of employees at the end of the period, pcs	0	0	0	0
Per share data¹⁾				
Shares at the end of the period, pcs	16 572 916	10 371 354	16 572 916	10 371 354
Average number of shares, pcs	15 209 953	10 371 354	13 472 135	8 642 795
Earnings per share, SEK	-0,22	-0,11	-0,84	-0,34
Shareholders equity per share, SEK	0,71	0,47	0,71	0,47
Share quota value / face value, SEK	0,10	0,10	0,10	0,10
Total share capital, SEK	1 657 292	1 037 135	1 657 292	1 037 135

1) Including the new issue of 1 022 222 new shares (kSEK 3 067) not registered as of December 31, 2018.

Parent Company's Profit and Loss Statement

Income statement - parent company	3 months	3 months	12 months	12 months
(Amount in kSEK)	2018-10-01	2017-10-01	2018-01-01	2017-01-01
	2018-12-31	2017-12-31	2018-12-31	2017-12-31
Operating income				
Net revenue	0	0	0	0
Total income	0	0	0	0
Operating expenses				
Exploration and evaluation expenditures	-2 939	-1 048	-6 670	-1 126
Other external expenses	-16	-62	-252	-1742
Personnel expenses	0	0	0	0
Total operating expenses	-2 955	-1 110	-6 922	-2 868
Operating results	-2 955	-1 110	-6 922	-2 868
Results from financial items				
Financial income	0	0	0	0
Financial expenses	0	0	0	-30
Results after financial items	-2 955	-1 110	-6 922	-2 898
Incometax	0	0	0	0
RESULTS FOR THE PERIOD	-2 955	-1 110	-6 922	-2 898

Parent Company's Balance Sheet Statement

Balance sheets - parent company	2017-09-30	2017-12-31
(Amount in kSEK)		
Assets		
Signed but not paid up capital	2 044	0
Intangible fixed assets	750	750
Shares in group companies	5 858	1 033
Receivable from group companies	0	0
Current assets	209	165
Cash and bank	3 294	3 310
Total assets	12 157	5 259
Shareholders equity and liabilities		
Shareholders equity ¹⁾	10 329	4 880
Accounts payable	503	90
Payable to group companies	0	0
Current liabilities	1 324	289
Total shareholders equity and liabilities	12 157	5 259

1) Including the new issue of 1 022 222 new shares (kSEK 3 067) not registered as of December 31, 2018.

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.