

Urb-it AB (publ)

Interim Report Q4

Oct – Dec 2022



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Corporation

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2022 SUMMARY

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Financial development during the period October - December 2022

- Net sales for Urb-it AB (publ), amounted to KSEK 14 291 (KSEK 16 000) during the period.
- Operating loss was KSEK -37 862 (KSEK -43 015).
- Loss before tax totalled KSEK -42 251 (KSEK -43 395).
- Loss per share attributable to owners of the Parent Company amounted to SEK -0,17 (SEK -0,20).

Compared to previous year, the Net sales decreased by 11% and the volumes by 3%. Adjusted for discontinued clients (non-strategic fit or non-profitable) the volumes increased by 87%. The discontinuation of clients has enabled Urb-it to increase the profitability after direct delivery costs by almost 7 MSEK compared to the same period previous year.

The 4th quarter was the first quarter in Urb-its history with a positive result after direct delivery costs on a group level, primarily driven by France but also by productivity improvements in The United Kingdom. Urb-it's expansion in Spain is progressing as planned and during the 4th quarter the expansion affected the operating loss negatively by almost 3,5 MSEK.

Excluding the expansion cost related to Spain, the Operating loss was 34,4 MSEK, an improvement by almost 9 MSEK compared to the same period previous year.

Compared to the financial targets published during December 2022, Urb-it had higher Net sales by 3 MSEK driven by new clients in the UK and Spain which affected the result by -0,3 MSEK after direct delivery costs. In addition, the result was also impacted by transportation costs between Hubs in the UK by -1,2 MSEK and restructuring costs of ca -1 MSEK. The remaining difference between 4th quarter actuals and the published financial targets was -2,6 MSEK, attributable to increased infrastructure costs related to the quick ramp up of capacity in the hubs.

Urb-it continued to invest in infrastructure to enable future growth in all markets. At the end of the 4th quarter, tangible assets have increased to KSEK 24 697, primarily e-cargo bikes but also refurbishment of hubs.

Business highlights during the fourth quarter of 2022

- Urb-it communicates clarification regarding Urb-its financial position and the volatility in the company's share.
- Urb-its' chairman Lage Jonason resigns at his own request.
- Urb-it carries out a rights issue of ca SEK 196 million and received a bridge credit facility from a shareholder.
- Urb-it's sustainable last mile delivery services becomes available for Nudea e-com customers in the UK.
- Urb-it communicates financial targets for the period Q4 2022 - 2027.
- Urb-it publishes prospectus regarding the rights issues.
- Urb-it launches sustainable last mile delivery services for Evri (previously Hermes) across multiple cities in the UK including London.
- Urb-it AB (publ) changes Certified Adviser to Red-eye AB.
- Urb-it launches sustainable last mile delivery services for a share of Zara's online orders in five cities in the UK, Paris and Barcelona.
- Urb-it announces trading update for Q4 2022.
- Urb-it is expanding its presence in Spain to offer sustainable last mile delivery services in Valencia.

Business highlights after the end of the fourth quarter

- Urb-it's CFO resigns.
- Urb-it expands its presence in the United Kingdom to offer sustainable last mile delivery services in Leeds.

CEO'S OVERVIEW



We conclude the quarter and 2022 having achieved a first-ever global profitability after direct delivery costs

As we continue to execute our strategy, growing the business at profitability and securing a pathway to company break-even, I am pleased to conclude that we have achieved a significant milestone. Urb-it closed Q4 2022 with a first-ever global unit profitability after direct delivery costs. Significantly, all three markets are improving their Q3 result per delivery after direct delivery costs with factor three or more, a major accomplishment and proof point to the potential of our business.

Unit profitability in logistics is rooted in delivery volume and density, and few industries are as profoundly linked to economies of scale. This context and its relation to profitability is crucial, as Urb-it is still a small actor in a large and growing European market. Our average on-road delivery efficiency is still at a mere 30 % of what we perform daily in more mature, higher-density areas. That we still conclude Q4 at profitability after direct delivery costs underpins the inherent potential of our model.

In such areas, Urb-it is now achieving and confirming what academic research and industry expertise have been arguing – that the e-cargo-bike delivery model outclasses van delivery, not only on sustainability but on pure efficiency and our end customers love it.

Similarly, I want to underline that operational infrastructure and capacity are built before it is used and fully optimized. Currently weighing down our financial results, that same available infrastructure allows us to win and go live with new clients at little or no added costs throughout 2023. In that process, we linearly decrease our unit indirect delivery costs, as seen in the 35 % improvement achieved in France throughout 2022.

In conclusion, while we ought to be proud of having achieved global gross margin profitability after direct delivery cost, there's still a significant disconnect between the financial results and the underlying potential of our business. We should expect further improvements to both direct and indirect unit costs, thus accelerating our path to break even, quarter by quarter and year on year, while continuing to delight our customers.

Strong business momentum

Throughout 2022 we have unified our global business by discontinuing partnerships deemed not profitable



in the long run or not in line with our company strategy. Adjusted for this, we still grew our volume in Q4 by 87 % compared with Q4 2021. Overall, y-o-y growth between 2021 and 2022 of approx. 98%. Adjusted for the discontinued on-demand market, the growth would instead be: 243%.

The current macroeconomic and geopolitical situation impacts the wider industry and our business. However, for a small business in hypergrowth, there is also an opportunity to gain market share – especially when positioned right.

Through its war of aggression in Ukraine, Moscow has unwittingly accelerated the European Union's green transition with up to a decade. Businesses are pushing for affordable transitions from diesel and gas to more dependable supply chains. In doing so, they hope to achieve two things: (i) Delight their ever more demanding customers with a green transition, (ii) keep their cost base in check. Urb-it is well positioned to help them achieve both.

CEO'S OVERVIEW cont.

Looking ahead

The Operating loss amounted to – 37,9 MSEK in the quarter, an improvement with 5,1 MSEK from Q4 2021 and 8,6 MSEK if adjusting for the fact that we have launched a third growth market in Spain.

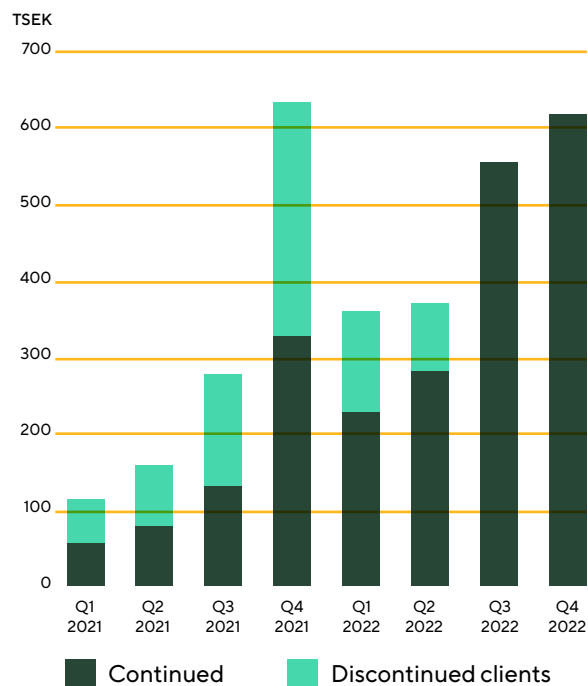
In Q4 2022, Urb-it secured a preferential rights issue of ca 196 MSEK before transaction costs. I am keen to express my gratitude again for the support from existing and new shareholders. The proceeds from the shares issues provide us with an attractive long-term financial position as we continue to execute our strategy and move toward profitability.

In conclusion, I thank our shareholders, clients, customers, partners, and employees for their support and dedication to our business and cause. We are proud of our achievements during the quarter and confidently look forward to 2023 to continue to deliver value to stakeholders and shareholders alike.

Kevin Kviblad

Kevin Kviblad
CEO

Deliveries per quarter, including effects of discontinued clients





ABOUT URB-IT GROUP | B CORP CERTIFIED

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Urb-it is a rapidly growing sustainable logistics platform with a vision to transform urban logistics, one delivery at a time. We deliver urban logistics services that create a positive impact on society and the environment. We partner with brands to deliver the last mile sustainably and efficiently in urban areas across Europe.

Our customer-centric last mile delivery services are conducted by our couriers on our 100% e-cargo bike fleet. This reduces emissions, congestion and noise pollution - creating healthier cities.

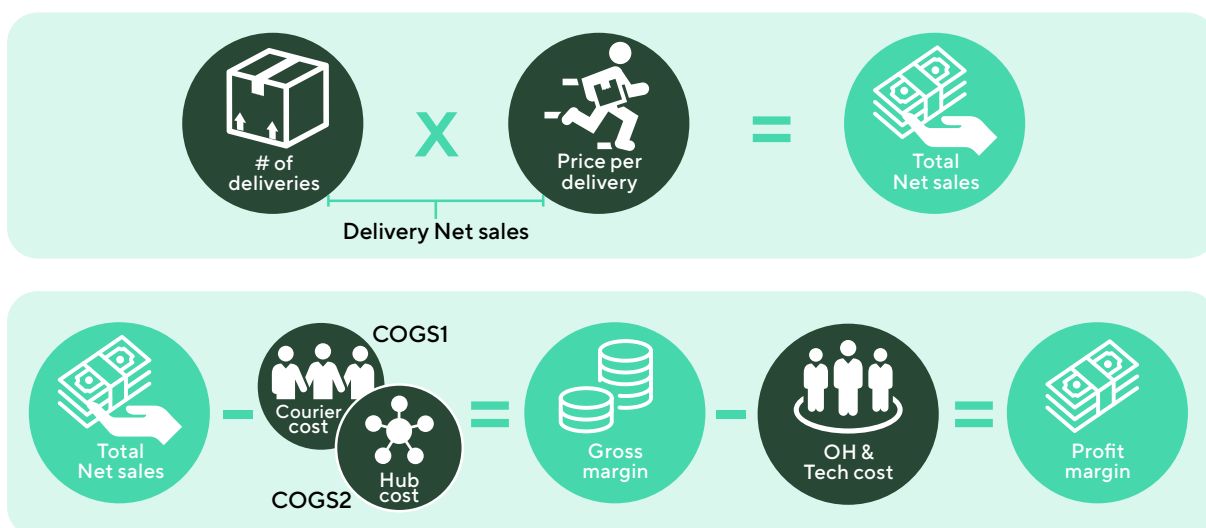
We are a B Corp certified business, meaning we meet and have committed to the highest verified standards

of social and environmental performance. We are currently operating in urban areas in Europe's largest e-commerce markets - France, the UK and Spain. Our ambition is to expand into other major e-commerce markets across Europe in the coming years.

In 2022, Urb-it won Best Supply Chain Solution Award at The Retail Supply Chain & Logistics Expo.

Founded in 2014, Urb-it is a Swedish entrepreneurial company headquartered in Stockholm and listed on Nasdaq First North Growth Market. Find out more at urb-it.com.

Economies of scale and highly predictable



FINANCIAL INFORMATION

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Net sales and Earnings fourth Quarter 2022

The company's Net sales during the period October 1 - December 31, 2022 amounted to KSEK 14 291, which corresponds to an decrease of KSEK 1 709 compared to the period October 1 - December 31, 2021 when Net sales amounted to KSEK 16 000. During the period October 1 - December 31, 2022, the Company's operating loss amounted to KSEK -37 862, which is a decrease of KSEK 5 153 compared with the period October 1 - December 31, 2021 when the operating loss amounted to KSEK -43 015.

Compared to previous year, the Net sales decreased by 11% and the volumes by 3%. Adjusted for discontinued clients (non-strategic fit or non-profitable) the volumes increased by 87%. The discontinuation of clients has enabled Urb-it to increase the profitability after direct delivery costs by almost 7 MSEK compared to the same period previous year.

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Excluding the expansion cost related to Spain, the Operating loss was 34,4 MSEK, an improvement by almost 9 MSEK compared to the same period previous year.

Compared to the financial targets published during December 2022, Urb-it had higher Net sales by 3 MSEK driven by new clients in the UK and Spain which affected the result by -0,3 MSEK after direct delivery costs. In addition, the result was also impacted by transportation costs between Hubs in the UK by -1,2 MSEK and restructuring costs of ca -1 MSEK. The remaining difference between 4th quarter actuals and the published financial targets was -2,6 MSEK, attributable to increased infrastructure costs related to the quick ramp up of capacity in the hubs.

Liquidity & Financing

Cash and cash equivalents amounted to KSEK 135 029 as of December 31, compared with KSEK 112 304 for the same period last year. The Group's current liabilities amounted to KSEK 40 531. At the same time last year, current liabilities amounted to KSEK 29 093. Equity amounted to KSEK 169 121 on the reporting day, compared with KSEK 132 669 for the same period in 2021. At the end of the fourth quarter, non-current assets amounted to KSEK 45 005 compared with KSEK 30 701 at the same time last year, driven by the investments of e-cargo bikes.

Urb-it continued to invest in infrastructure to enable future growth in all markets. At the end of the 4th quarter, tangible assets have increased to KSEK 24 697, primarily e-cargo bikes but also refurbishment of hubs. On 19 October 2022, the board of directors of Urb-it AB (publ), resolved to propose an extraordinary general



meeting of the Company to resolve on a new issue of shares with preferential rights for the Company's existing shareholders (the "Rights Issue"). The extraordinary general meeting was held on 21 November 2022.

The Rights Issue consisted of 1,958,000,840 new shares. The subscription price was set to SEK 0.1 per share. The Rights Issue, was fully covered by subscription commitments, communicated subscription intentions and guarantee undertakings. The final outcome of the rights issue shows that 699,024,718 shares, corresponding to approximately 35.7 percent of the offered shares, were subscribed for with subscription rights and 362,282,422 shares were subscribed for without subscription rights, corresponding to approximately 18.5 percent of the offered shares. In total, the rights issue was subscribed for approximately 54.2 percent with and without subscription rights. Hence, the underwriting commitments was exercised in part, as a result of which the underwriters were allocated 896,693,700 shares in aggregate, corresponding to approximately 45.8 percent of the offered shares. Including the underwriters' allocation, the rights issue was fully subscribed. 1,890,993,871 shares were registered on Jan 4th 2023, the remaining 67,006,969 shares were registered on Jan 16th 2023. The rights issue strengthened the company's cash position with ca 196 MSEK before transaction costs.

In order to ensure the estimated financing needs until the Rights Issue was completed, the Company entered into an uncommitted bridge credit facility agreement with the shareholder Ingka Investments Ventures Europe B.V. The credit facility was paid back in full before year end.

Personnel & Organization

As of December 31, 2022, the Urb-it Group had a total of 244 full-time employees, 10 of whom worked in Sweden, 134 in France, 69 in the UK and 30 in Spain. Previous year, the number of employees was 6 in Sweden and 155 in France and 33 in the UK.

The changes compared to previous year is primarily due to phasing out GIG workers and replacing with employed couriers & hub personnel in the UK to handle increased volumes. In France, the decrease in personnel is connected to the discontinuation of non-profitable operations as well as increased operational efficiency. The number of employed couriers & hub personnel amounted to 193 per December 31, 2022.

Intercompany Transactions

In the Parent Company, intra-group loans to the UK subsidiary including interest were converted to shares of a value of MSEK 61,9.

Related Party Transactions

No Related Party transactions to report during the third quarter.

Significant Risks & Uncertainties

Until the business generates a positive cash flow, it is the task of the Board of Directors and the management team to continuously examine the issue of the conditions for continued operation. The Board's assessment is that the required liquidity will be provided to the business through ongoing income, borrowing and increase in equity.

Proposed distribution of profits

The Board of directors do not intend to propose any dividends.



Summary	2022	2021
Number of outstanding shares as of 31 December 2022	244 750 105	234 469 993
Outstanding shares as of 31 December after utilization of SO / convertibles	244 785 674	243 405 112
Average number of shares Oct - Dec	244 750 105	211 224 588
Average number of shares Oct - Dec after utilization of SO / Convertibles	244 785 674	220 159 707
Average number of shares Jan - Dec	237 979 922	196 271 904
Average number of shares Jan - Dec after utilization of SO / Convertibles	241 331 893	205 207 023

Shareholders as of 31 Dec 2022	Shares	Capital %	Votes %
INGKA	21 591 402	8,82%	8,82%
Skandia	11 298 489	4,62%	4,62%
Fiducian	11 004 441	4,50%	4,50%
Consensus småbolag	10 350 000	4,23%	4,23%
Ålandsbanken	9 197 641	3,76%	3,76%
Gerald Engström	6 680 417	2,73%	2,73%
Svenska Infragruppen	4 765 229	1,95%	1,95%
Ilija Batljan	4 341 050	1,77%	1,77%
Adriago Small Cap	4 091 914	1,67%	1,67%
Peter Lindberg	3 200 000	1,31%	1,31%
Other shareholders	158 229 522	64,65%	64,65%
Total	244 750 105	100%	100%

Shareholders as of 17 February 2023	Shares	Capital %	Votes %
INGKA	550 687 736	25,00%	25,00%
Gerald Engström	148 533 050	6,74%	6,74%
Consensus Småbolag	108 356 398	4,92%	4,92%
Skandia	101 723 401	4,62%	4,62%
Fiducian	71 004 441	3,22%	3,22%
Tamt AB	53 045 579	2,41%	2,41%
Peter Gyllenhammar	50 000 000	2,27%	2,27%
John Fällström	44 204 646	2,01%	2,01%
Tiliaflore Holding AB	44 204 646	2,01%	2,01%
Youplus Assurance	44 204 646	2,01%	2,01%
Other shareholders	986 786 402	44,80%	44,80%
Total	2 202 750 945	100,00%	100,00%

CONSOLIDATED INCOME STATEMENT



Amounts in KSEK	Oct-Dec 2022	Oct-Dec 2021	Jan-Dec 2022	Jan-Dec 2021
Operating income, stock changes etc.				
Net sales	14 291	16 000	48 986	34 270
Capitalized work for own account	1 461	1 666	7 000	5 571
Other operating income	6	104	88	199
Sum operating income, stock changes etc.	15 759	17 770	56 074	40 040
Operating expenses				
Other external expenses	-26 605	-35 147	-111 725	-72 447
Personnel costs	-23 994	-23 090	-85 848	-56 408
Depreciation and impairment of tangible and intangible non-current assets	-2 904	-2 531	-11 592	-10 768
Other operating expenses	-118	-16	-285	-45
Sum operating expenses	-53 621	-60 785	-209 449	-139 668
Operating income/loss	-37 862	-43 015	-153 375	-99 628
Financial items				
Other interest income and similar items	-2 633	504	3 665	888
Interest costs and similar items	-1 756	-884	-2 056	-2 199
Sum financial items	-4 389	-380	1 609	-1 311
Income/loss after financial items	-42 251	-43 395	-151 766	-100 940
Income before tax	-42 251	-43 395	-151 766	-100 940
Tax	-	-	-	-
Net income/loss	-42 251	-43 395	-151 766	-100 940
Income of the Parent Company's shareholders	-42 251	-43 395	-151 766	-100 940
Income per share before utilization	-0,17	-0,21	-0,64	-0,51
Income per share after utilization	-0,17	-0,20	-0,63	-0,49



CONSOLIDATED BALANCE SHEET

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Amounts in KSEK	31 Dec 2022	31 Dec 2021
ASSETS		
Subscribed but unpaid share capital	6 701	0
Non-current assets		
<i>Intangible non-current assets</i>		
Capitalized development and other similar expenses	14 108	14 484
Intellectual property rights, brands and other intangible assets	489	489
	14 597	14 974
<i>Tangible non-current assets</i>		
Property, plant, and equipment	24 697	12 301
	24 697	12 301
<i>Financial non-current assets</i>		
Other long-term receivables	5 711	3 427
Other long-term receivables	5 711	3 427
Sum non-current assets	45 005	30 701
Current assets		
<i>Short-term receivables</i>		
Trade receivables	11 303	12 998
Other short-term receivables	6 315	3 110
Deferred expenses and accrued income	5 297	2 648
	22 916	18 757
<i>Cash and cash equivalents</i>		
Cash	135 029	112 304
Sum current assets	157 945	131 061
SUM ASSETS	209 651	161 762

CONSOLIDATED BALANCE SHEET (CONT.)

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Amounts in KSEK	31 dec 2022	31 Dec 2021
EQUITY AND LIABILITIES		
EQUITY		
Stockholders' equity	30 007	28 747
Ongoing new share issue	174 185	-
<i>Other contributed capital</i>	629 054	605 999
Other equity incl. net income	-664 125	-502 077
Equity attributable to Parent Company's shareholders	169 121	132 669
SUM EQUITY	169 121	132 669
Provisions		
Deferred tax liability	-	-
Sum provisions	0	0
Other long-term liabilities	-	-
Sum long-term liabilities	0	0
Short-term liabilities		
Debt to credit institutions	-	-
Advances from customers	-	-
Tax Debt	3 358	28
Trade payables	29 243	16 211
Other short term liabilities	3 474	10 255
Accrued expenses and deferred income	4 456	2 600
Sum short-term liabilities	40 531	29 093
SUM EQUITY AND LIABILITIES	209 651	161 762
SOLIDITY	81%	82%

GROUP CASH FLOW STATEMENT

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Amounts in KSEK	Oct-Dec 2022	Oct-Dec 2021	Jan-Dec 2022	Jan-Dec 2021
<i>Operating activities</i>				
Operating loss	-37 862	-43 015	-153 375	-99 628
Adjustment for non-cash items	277	3 036	15 257	11 730
Interest received	-	-	-	0
Interest paid	-1 756	-884	-2 056	-2 199
Cash flow from operating activities before changes in working capital	-39 341	-40 864	-140 174	-90 098
Changes in trade receivables	-4 106	-6 771	2 220	-8 988
Change in other operating receivables	-5 851	-1 966	-5 064	-4 034
Change in trade payables	18 695	9 106	12 010	12 914
Change in other operating payables	-13 959	6 131	-23 873	4 494
Cash flow from operating activities	-44 561	-34 364	-154 881	-85 712
<i>Investing activities</i>				
Investment in intangible non-current assets	-1 168	-1 608	-7 000	-5 571
Investment in tangible non-current assets	-4 473	-2 701	-14 812	-12 287
Investment in financial non-current assets	-1 134	-2 475	-2 179	-3 137
Divestiture/amortization of other financial non-current assets	-	-	-	-
Cash flow from investing activities	-6 776	-6 784	-23 991	-20 995
<i>Financing activities</i>				
New share issue	-	175 195	25 563	257 195
Ongoing new share issue	189 099	-	189 099	-
Loan cleared in share issue	-	-	-	-6 357
Stock options	-25	-	-29	60
Costs related to new share issue	-12 258	-2 901	-13 484	-2 989
Subscribed but unpaid share capital	-	-	-	-
Borrowings	-	-21 000	-	-40 000
Change in interest-bearing liabilities	-	-	-	-
Cash flow from financing activities	176 816	151 294	201 149	207 909
Cash flow for the period	125 479	110 146	22 277	101 201
Cash and Cash equivalents at beginning of period	9 295	2 040	112 304	10 897
Cash and cash equivalents at end of period	135 029	112 067	135 029	112 304
Exchange rate differences in cash and cash equivalents	255	-119	448	206



CONSOLIDATED GROUP CHANGES IN EQUITY

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Amounts in KSEK	Shareholder equity	Ongoing new share issue	Other contributed capital	Retained earnings	Total equity
Opening balance 2022-01-01	28 747	-	605 999	-502 077	132 669
New share issue	1 260	-	24 302	-	25 563
Ongoing new share issue	-	195 800	-	-	195 800
Costs related to new share issue	-	-21 615	-	-1 286	-22 901
Exchange rate difference when converting foreign operations	-	-	-	-10 392	-10 392
Restricted equity regarding capitalised development costs	-	-	7 000	-7 000	0
Depreciation capitalised development costs	-	-	-7 376	7 376	0
Stock Options	-	-	-	147	147
Adjustment	-	-	-871	871	0
Net income for the year	-	-	-	-151 766	-151 766
Closing balance 2022-12-31	30 007	174 185	629 054	-664 125	169 121

INCOME STATEMENT PARENT COMPANY

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Amounts in KSEK	Oct-Dec 2022	Oct-Dec 2021	Jan-Dec 2022	Jan-Dec 2021
Operating income, stock changes etc.				
Net sales	18 403	0	18 403	-
Capitalized work for own account	1 461	1 666	7 000	5 571
Other operating income	6	7	88	103
Sum operating income, stock changes etc.	19 871	1 674	25 491	5 673
Operating expenses				
Other external expenses	-4 643	-7 118	-22 886	-18 705
Personnel costs	-4 444	-3 430	-17 067	-9 802
Depreciation and impairment of tangible and intangible non-current assets	-1 645	-2 285	-7 695	-10 001
Other operating expenses	-44	-16	-205	-45
Sum operating expenses	-10 777	-12 849	-47 851	-38 553
Operating Loss	9 094	-11 175	-22 360	-32 879
Financial items				
Write down intercompany loans	-	-	-	-
Other interest income and similar items	-1 101	1 478	11 122	2 791
Interest costs and similar items	-754	-888	-2 056	-2 204
Sum financial items	-1 855	589	9 066	587
Income/loss after financial items	7 239	-10 586	-13 294	-32 293
Income before tax	7 239	-10 586	-13 294	-32 293
Tax	-	-	-	-
Net income/loss	7 239	-10 586	-13 294	-32 293
Income of the Parent Company's shareholders	7 239	-10 586	-13 294	-32 293

BALANCE SHEET PARENT COMPANY

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Amounts in KSEK	31 Dec 2022	31 Dec 2021
ASSETS		
Subscribed but unpaid share capital	6 701	-
Non-current assets		
<i>Intangible non-current assets</i>		
Capitalized development and other similar expenses	14 108	14 484
Intellectual property rights, brands and other intangible assets	489	489
	14 597	14 974
Tangible non-current assets		
Property, plant and equipment	851	-
<i>Financial non-current assets</i>		
Participations in Group Companies	151 961	89 954
Receivables from Group Companies	157 858	60 899
Other long-term receivables	25	25
	309 844	150 879
Sum non-current assets	325 292	165 852
Current assets		
<i>Short term receivables</i>		
Trade receivables	19	19
Receivables from Group Companies	0	317
<i>Other short-term receivables</i>	989	825
Deferred expenses and accrued income	4 470	995
	5 478	2 156
<i>Cash and cash equivalent</i>		
Cash	128 602	106 075
Sum current assets	134 080	108 231
SUM ASSETS	466 072	274 084

BALANCE SHEET PARENT COMPANY (CONT.)

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Amounts in KSEK	31 Dec 2022	31 Dec 2021
Equity and liabilities		
Equity		
<i>Restricted equity</i>		
Stockholders' equity	30 007	28 747
Ongoing new share issue	174 185	-
Restricted equity regarding capitalised development costs	14 361	14 738
	218 554	43 485
<i>Unrestricted equity</i>		
Share premium reserve	615 623	592 459
Retained earnings	-372 485	-340 569
Net loss	-13 294	-32 293
	229 844	219 597
Sum equity	448 397	263 082
Long-term liabilities		
Other liabilities	-	-
Sum long-term liabilities	0	0
Short-term liabilities		
Advances from customers	-	-
Tax debt	-	28
Trade payables	13 103	6 464
Other short-term liabilities	1 118	1 910
Accrued expenses and deferred income	3 454	2 600
Sum short-term liabilities	17 675	11 001
SUM EQUITY AND LIABILITIES	466 072	274 084
SOLIDITY	96%	96%

PARENT COMPANY CASH FLOW STATEMENT

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Amounts in KSEK	Oct-Dec 2022	Oct-Dec 2021	Jan-Dec 2022	Jan-Dec 2021
<i>Operating activities</i>				
Operating loss	9 094	-11 175	-22 360	-32 879
Adjustment for non-cash items	-1 948	2 875	11 243	10 965
Interest received	2 493	963	7 574	1 901
Interest paid	-754	-887	-2 056	-2 203
Cash flow from operating activities before changes in working capital	8 885	-8 225	-5 599	-22 216
Changes in trade receivables	206	-	-	3
Change in other operating receivables	-3 759	-482	-3 145	-1 051
Change in trade payables	10 372	4 407	6 638	4 750
Change in other operating payables	-9 584	1 111	-9 452	667
Cash flow from operating activities	6 120	-3 189	-11 558	-17 847
<i>Investing activities</i>				
Investment in tangible non-current assets	-1 169	-	-1 169	-
Investment in intangible non-current assets	-292	-1 666	-7 000	-5 571
Investment in Group companies	-61 976	-	-62 007	-84 597
Investment in financial non-current assets	1 915	-40 504	-96 959	-
Cash flow from investing activities	-61 522	-42 171	-167 134	-90 167
<i>Financing activities</i>				
New share issue	-	175 195	25 563	257 195
Ongoing new share issue	189 099	-	189 099	-
Loan cleared in share issue	-	-	-	-6 357
Stock options	-25	19	-29	60
Issue costs	-12 198	-2 901	-13 484	-2 989
Subscribed but unpaid share capital	-	-	-	-
Borrowings	-	-21 000	-	-40 000
Change in interest-bearing liabilities	-	-	-	-
Cash flow from financing activities	176 876	151 313	201 149	207 909
Cash flow for the period	121 474	105 954	22 456	99 894
Cash and Cash equivalents at beginning of period	7 128	122	106 075	6 181
Cash and cash equivalents at end of period	128 602	106 075	128 532	106 075

PARENT COMPANY CHANGES IN EQUITY

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Amounts in KSEK	Shareholder equity	Ongoing new share issue	Other contributed capital	Share premium reserve	Retained earnings	Total equity
Opening balance 2022-01-01	28 747	-	14 738	592 459	-372 862	263 082
New share issue	1 260	-	-	24 302	-	25 563
Ongoing new share issue	-	195 800	-	-	-	195 800
Costs related to new share issue	-	-21 615	-	-1 286	-	-22 901
Development fund	-	-	7 000	-	-7 000	0
Amortization of development fund fees	-	-	-7 376	-	7 376	0
Adjustment	-	-	-	-	-	0
Stock Options	-	-	-	147	-	147
Net income for the year	-	-	-	-	-13 294	-13 294
Closing balance 2022-12-31	30 007	174 185	14 361	615 623	-385 779	448 397



Accounting and valuation principles

Urb-it AB's annual report and consolidated accounts have been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's general advice BFNAR 2012:1 (K3). The accounting principles are unchanged compared to previous reports.

Consolidated Accounts

Urb-it AB prepares consolidated accounts. The subsidiaries are included in the consolidated financial statements from the date the controlling influence is transferred to the group. They are excluded from the consolidated financial statements from the date on which the controlling influence ceases.

The consolidated financial statements have been prepared in accordance with the acquisition method. The acquisition date is the time when the controlling

influence is obtained. Identifiable assets and liabilities are initially valued at fair value at the time of acquisition. The minority's share of the net assets acquired is measured at fair value. Goodwill is the difference between the identifiable net assets acquired at the time of acquisition and the acquisition value, including the value of the minority interest, and is initially valued at the acquisition value. All transactions between group companies are eliminated in their entirety.

Subsidiaries in other countries prepare their annual accounts in foreign currency. Translation of the items in these companies' balance sheets and income statements is made at the closing day rate and spot rate, respectively, for the day and business event respectively. The translation differences that arise are reported in the Group's equity.

This report has not been subject to an audit or review by the auditors.

The Board of Directors and the CEO ensure that the interim report provides a true and fair view of the Group's and the Parent Company's operations, position and earnings.

Stockholm 03 March 2023

Jan Berg
Chairman of the Board

Andrea Rosengren
Board Member

Anna Wikner
Board Member

Johan Englund
Board Member

Kevin Kviblad
CEO



THE BOARD

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Stockholm 31 Dec 2022



Jan Berg
Chairman of the Board



Andrea Rosengren
Board Member



Anna Wikner
Board Member



Johan Englund
Board Member



Kevin Kviblad
CEO

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FINANCIAL CALENDER

Annual Report 2022	24 Mar 2023
Q1 Report 2023	27 Apr 2023
AGM 2023	12 Maj 2023
Q2 Report 2023	25 Aug 2023
Q3 Report 2023	27 Oct 2023
Q4 Report 2023	28 Feb 2024
Annual Report 2023	27 Mar 2024
Q1 Report 2024	26 Apr 2024
AGM 2024	16 May 2024

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All financial reports are available on
Urb-it's home page:
www.urb-it.com/about/investors#FinR

FLYING CORPS
ROYAL AIR FORCE
AND THOSE
AIR FORCES FROM
EVERY PART OF THE
BRITISH EMPIRE
WHO GAVE THEIR
LIVES IN WINNING
VICTORY FOR
THEIR KING
AND COUNTRY

1914-1918

I BARE YOU ON EAGLES
WINGS AND BROUGHT
YOU UNTO
MYSELF

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