



AAC
CLYDE
SPACE

AAC CLYDE SPACE AB (publ)
INTERIM REPORT
Q1 2023

**First quarter,
January-March 2023
(compared with
January-March 2022)**

Net sales amounted to

SEK 73.9 M (41.2)

an increase of 79%

Earnings before interest, tax,
depreciation and amortisation
(EBITDA) amounted to

SEK 1.7 M (-7.6)

Earnings before interest and
tax (EBIT) amounted to

SEK -5.4 M (-14.6)

The loss after tax was

SEK -6.5 M (-11.7)

Basic and diluted earnings per
share amounted to

SEK -0.03 (-0.06)

Cash flow from operating
activities totalled

SEK -9.7 M (7.0)

The order backlog amounted to

SEK 460.2 M (395.1)

Events in the first quarter of 2023

- AAC Clyde Space won an order for satellite subsystems valued at USD 2.3 M (approx. SEK 23.8 M) from a US development company supplying spacecraft and other multi-mission systems
- Kelpie-1, a 3U AAC Clyde Space EPIC nanosatellite, was successfully launched on the SpaceX Transporter-6 mission on January 3, 2023. Kelpie-1 will deliver AIS data to the U.S. company ORBCOMM Inc., a global provider of Internet of Things (IoT) solutions, under an exclusive Space Data as a Service (SDaaS) deal. It is planned to be followed by the launch of a second Kelpie satellite in the first half of 2023
- An AAC Clyde Space manufactured satellite was lost when a Virgin Orbit rocket failed to reach orbit. All satellites on the launch were reported to have been lost, including IOD-3 manufactured by AAC Clyde Space for the Satellite Applications Catapult. The loss had no financial impact on AAC Clyde Space
- AAC Clyde Space received a EUR 234 k (approx. SEK 2.6 M) order from UK-based Space Forge to provide space products for a demonstration spacecraft designed to leverage the space environment for production and experiments, capable of performing multiple trips to space
- A consortium including AAC Clyde Space's subsidiary AAC Hyperion was selected by European Defence Fund to develop a less than 100 kg satellite to be placed in geostationary orbit (GEO) for space situational awareness. The satellite, named Naucrates, is not to be trackable from ground radar, optical telescope or radio telescope. It is set to be the first European GEO satellite for Space Situational Awareness (SSA) in GEO
- AAC Clyde Space won a USD 0.59 M (approx. SEK 6.1 M) order for reaction wheels to be used on a number of small satellites. The order comes from a US blue chip company
- AAC Clyde Space was selected to deliver products valued at USD 1.6 M (approx. SEK 16.6 M) to a US blue chip company. AAC SpaceQuest will procure and resell the products with margins that are lower than on its proprietary products. The products will be delivered over a period of 12 months
- AAC Clyde Space won an order for satellite subsystems valued at USD 2.3 M (approx. SEK 23.8 M) from a US development company supplying spacecraft and other multi-mission systems
- AAC Clyde Space shipped the first of three satellites that are to deliver hyperspectral imagery data to Canadian company, Wyvern. The satellites will continue the transformation of AAC Clyde Space into a space-based data company over the coming years

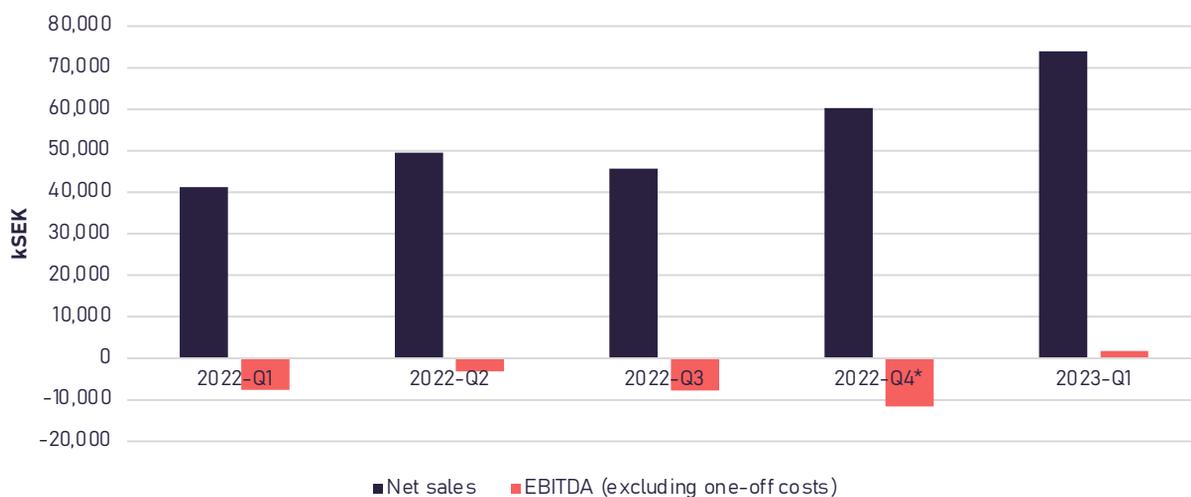
**Events after
the end of the
reporting period**

- A consortium including AAC Clyde Space subsidiary Hyperion, was selected by TNO of the Netherlands to deliver a new direct-to-Earth laser communication terminal for small satellites in LEO. The order value is EUR 0.3 M (approx. SEK 3.3 M) with planned delivery in 2025
- AAC Clyde Space expanded its existing overdraft bank facility from SEK 5 M to SEK 30 M. The move will enable the Group to deliver on its expanding order backlog, as it strengthens the working capital to an appropriate level for current business activities
- AAC Clyde Space received orders for its Starbuck power system and Sirius computers from several customers amounting to a total of approx. SEK 20.1 M. The orders are scheduled for delivery from Q4 2023 until mid-2024.
- AAC Clyde Space was part of the team developing the SWI instrument onboard the European Space Agency's (ESA) Jupiter mission JUICE, that started travelling to its destination after launching from French Guinea on April 14 onboard an Ariane 5 rocket
- EPICHyper-1, a 6U AAC Clyde Space EPIC VIEW satellite, was successfully launched on the SpaceX Transporter-7 mission on April 15, 2023. The satellite will deliver Earth observation data to Canadian company Wyvern Inc., under an exclusive Space Data as a Service (SDaaS) deal. It is planned to be followed by the launch of a further two 6U satellites during 2023

FINANCIAL OVERVIEW – GROUP

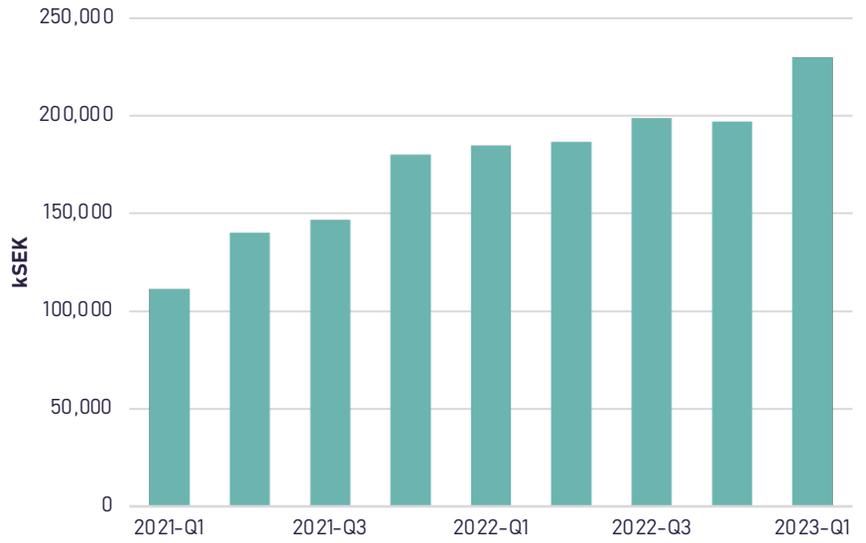
kSEK	Jan-Mar 2023	Jan-Mar 2022	Full-year 2022
Net sales	73,901	41,156	196,718
EBITDA	1,711	-7,624	-38,599
EBIT	-5,426	-14,633	-67,006
Basic and diluted earnings per share, SEK	-0.03	-0.06	-0.24
Equity ratio	73%	78%	75%
Cash flow from operating activities	-9,747	7,007	6,435
Cash flow for the period	-13,187	-7,726	-44,711
Cash and cash equivalents	39,060	88,924	52,100
Order backlog	460,209	395,147	427,790

NET SALES AND EBITDA BY QUARTER, ADJUSTED FOR ACQUISITION AND NON-RECURRING COSTS

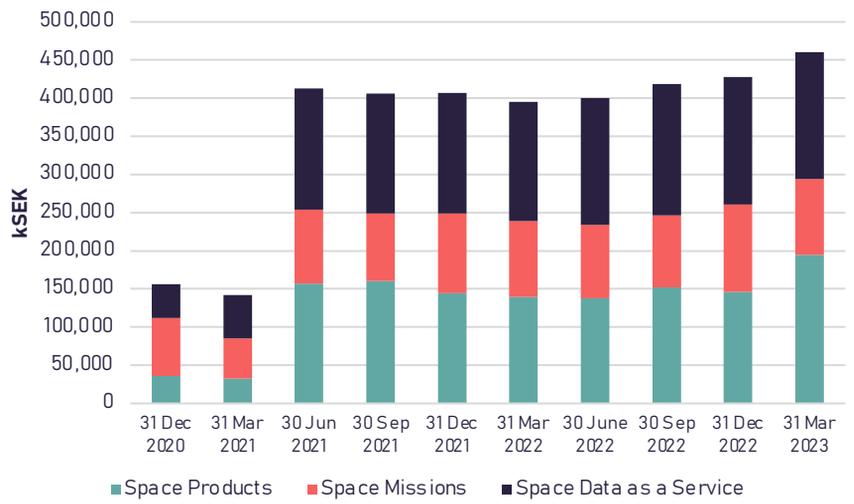


* EBITDA for Q4 2022 adjusted for aborted acquisition costs of SEK 8.6 M

**NET SALES –
ROLLING 12 MONTHS**



ORDER BACKLOG





COMMENTS FROM THE CEO

The strategic transition to Space Data as a Service continues as planned.

AAC Clyde Space has started 2023 well, with strong sales momentum, successful satellite launches and growing interest in our systems and specialist components from customers around the world.

In the first three months of the year, we increased net sales by 79% to SEK 73.9M, against SEK 41.2M in 2022, and reported a positive EBITDA of SEK 1.7M, compared to a loss of SEK 7.6M last year.

We increased our order backlog to SEK 460.2 M (395.1M) and see continued positive momentum this year, as the supply chain and staffing issues that have impacted on the wider industry begin to ease.

In January, two satellites built by AAC Clyde Space were successfully launched on Transporter 6, marking the start of an extremely busy year for satellite launches. One of the satellites launched is Kelpie-1, a 3U EPIC nanosatellite, first in a new generation of Space Data as a Service (SDaaS) satellites that will join AAC Clyde Space's own constellation and increase our offering of AIS data.

In April, we launched two more satellites on Transporter 7, including EPICHyper-1, a 6U EPICView nanosatellite, which will extend the data offering from our constellation to hyperspectral image data. Once deployed and commissioned, this satellite will support farmers around the world to improve the productivity of their fields, supporting the global drive to secure food supplies.

In the next year and a half, seven more satellites will be added to the constellation, bringing the total number to thirteen, including the first VDES satellites. This growth of our proprietary constellation continues the transformation of AAC Clyde Space into a space-based data company over the coming years.

As we increase the offering of space data and services to the market, we are already working on the next phases of expansion of our constellation. Work is on-going on our larger platform that can accommodate more capable sensors and more sophisticated solutions to manage and process data.

AAC Clyde Space's strategic transition to Space Data as a Service continues according to plan. Our performance in the first quarter is fully in line with our plan to deliver on our targets of positive EBITDA 2023 and SEK 500 million revenue 2024. We expect 2023 to be a value inflection point in our strategy of profitable growth.

We are pleased by the progress we have made in the first quarter and want to thank our team for their hard work in achieving this strong start to the year. We continue to work with our customers and partners to capitalize on the huge potential of small satellites and build significant revenue growth in 2023.

Luis Gomes
CEO

FINANCIAL OVERVIEW

Net sales amounted to

**SEK 73.9 M
(41.2)**

an increase of 79%

The order backlog amounted to

**SEK 460.2 M
(395.1)**

First quarter 2023

Sales and earnings

Net sales amounted to SEK 73.9 M (41.2), an increase of 79 %. Total revenue, including work performed by the company for its own use and capitalised, amounted to SEK 87.1 M (52.6). The order backlog amounted to SEK 460.2 M (395.1).

The gross margin was 57 % (63). Personnel costs and Other external expenses increased by 25 % to SEK 51.5 M (41.1) reflecting a larger organisation to manage the expected growth and larger business opportunities.

EBITDA amounted to SEK 1.7 M (-7.6). The loss after tax was SEK -6.4 M (-11.7).

Investments and financial position

Available cash and cash equivalents as of 31 March 2023 totalled SEK 39.1 M (88.9), excluding an unutilised bank overdraft facility of SEK 18.5 M. The total overdraft facility amounts to SEK 30 M.

Cash flow from operating activities for the period amounted to SEK -9.7 M (7.0).

The Group's investments in non-current assets for the period totalled SEK 13.9 M (8.4), of which intangible assets accounted for SEK 8.1 M (7.5). Investment in intangible assets mainly comprised development expenses related to the ORBCOMM and Wyvern projects, ongoing development of next-generation space products and satellite platforms (50% financed by Scottish Enterprise) and development.

Inventories increased to SEK 21.8 M (16.1), mainly due to purchase of standard components to facilitate shorter lead times. Other non-current liabilities of SEK 11.9 M (29.4) pertain to non-cash restatements of additional considerations for the acquisition of Omnisys Instruments under IAS 32 and IFRS 9. The additional considerations are settled through the conversion of warrants to shares.

The subsidiary Omnisys Instruments received, after the end of the reporting period, a claim of unpaid invoices of EUR 195 k from a supplier relating to a project that was finalised in 2017. The project was finalised before Omnisys Instruments was acquired in 2021. Investigation is ongoing to determine if it is a legitimate claim or not.

The equity ratio amounted to 73 % (78).

Personnel and organisation

There were 189 employees (169) at the end of the period.

Parent Company

Parent Company net sales for the period totalled SEK 17.0 M (11.1), and the loss after tax. Investments in non-current assets amounted to SEK 0.1 M (0.6). The equity ratio amounted to 86 % (92).

The share

AAC Clyde Space's share is traded on Nasdaq First North Growth Market under the symbol AAC. The share is also traded on the American OTCQX market under the symbol ACCMF.

As of 31 March 2023, 204,811,010 shares had been issued at a quotient value of SEK 0.04 per share. All shares carry equal rights to the company's profits and assets. On 31 March 2023, the number of shareholders totalled 13,353. A table with the largest shareholders can be found on page 18 in this report.

Incentive programs

The AGM in June 2020 resolved on a directed issue of warrants to the Board and to employees in Sweden and the UK. Each warrant entitles the holder to subscribe for one new share at the subscription price of SEK 4.26 per share. The warrants can be exercised during the period through 1 July 2023 until 31 December 2023:

- As of 31 March 2023, Board members had subscribed for 192,000 warrants (incentive scheme 2020/2023:C)
- As of 31 March 2023, employees in Sweden had subscribed for 365,336 warrants (incentive scheme 2020/2023:A)
- As of 31 March 2023, employees in the UK had subscribed for 1,120,000 warrants (incentive scheme 2020/2023:B)

A total of 1,677,336 warrants have been subscribed for, which entails a potential dilution effect of around 1% and that AAC Clyde Space will potentially raise approximately SEK 7.1 M

The AGM in May 2022 resolved on a directed issue of warrants to the Board and to all employees. Each warrant entitles the holder to subscribe for one new share at the subscription price of SEK 1.91 per share. The warrants can be exercised during the period through 1 July 2025 until 31 December 2025:

- As of 31 March 2023, Board members had subscribed for 325,000 warrants (incentive scheme 2022/2025:C)
- As of 31 March 2023, employees in Sweden had subscribed for 1,250,000 warrants (incentive scheme 2022/2025:A)
- As of 31 March 2023, employees outside of Sweden had subscribed for 1,745,000 warrants (incentive scheme 2022/2025:B)

A total of 3,320,000 warrants have been subscribed for, which entails a potential dilution effect of around 2 % and that AAC Clyde Space will potentially raise approximately SEK 6.3 M.

Related-party transactions

During the period, Board members have invoiced the company on market terms for the performance of consultant services linked to the company's operations. The services were performed primarily by the Chairman of the Board, refer to Note 6.

Significant risks and uncertainties

An account of the Group's material financial and business risks can be found in the administration report and under Note 3 in the 2021 Annual Report. COVID-19 affected operations in the form of lower income recognition than planned in projects, since deliveries from subcontractors were delayed. The ongoing war in Ukraine has not so far affected operations. It remains difficult to estimate the final impact of COVID-19 and the war on the Group. No further significant risks are deemed to have arisen during the period.

Reporting calendar

Annual Report 2022	27 Apr 2023
Annual General Meeting 2023	25 May 2023
Interim Report Jan-Jun 2023	24 Aug 2023
Interim Report Jan-Sep 2023	23 Nov 2023

The Annual Report and interim reports are available on the company's website:
<https://investor.aac-clyde.space/en/financial-reports/>

Certification

The Board of Directors and CEO give their assurance that the January-March 2023 provides a true and fair account of the Parent Company's and Group's operations, financial position, and results, and that it describes the material risks and uncertainties faced by the Parent Company and the companies that form the Group.

Uppsala, 25 April 2023

Rolf Hallencreutz

Chairman of the Board

Per Aniansson

Board member

Anita Bernie

Board member

Per Danielsson

Board member

Nicole Robinson

Board member

William Whitehorn

Board member

Luis Gomes

CEO

Questions may be directed to:

CEO Luis Gomes, investor@aac-clydespace.com

CFO Mats Thideman, investor@aac-clydespace.com, mobile +46 (0)70-556 09 73

This report has not been reviewed by the company auditors

ABOUT AAC CLYDE SPACE

AAC Clyde Space specialises in small satellite technologies and services that enable businesses, governments and educational organisations to access high-quality, timely data from space. Its growing capabilities bring together three divisions:

Space Data as a Service –

delivering data from space directly to customers

Space missions –

turnkey solutions that empower customers to streamline their space missions

Space products and components –

a full range of off-the-shelf and tailor-made subsystems, components and sensors

AAC Clyde Space aims to become a world leader in commercial small satellites and services from space, applying advances in its technology to tackle global challenges and improve our life on Earth.

The Group's main operations are located in Sweden, the United Kingdom, the Netherlands, South Africa and the USA, with partner networks in Japan and South Korea.

AAC Clyde Space AB (Corp. Reg. No. 556677-0599) has its registered office in Uppsala at Uppsala Science Park, Dag Hammarskjölds väg 48, SE-751 83 Uppsala, Sweden.

AAC Clyde Space's shares are traded on Nasdaq First North Premier Growth Market. Erik Penser Bank AB is the Certified Adviser.

FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

kSEK	Jan-Mar 2023	Jan-Mar 2022	Full-Year 2022
Net sales	73,901	41,156	196,718
Work performed by the company for its own use and capitalised	8,690	5,335	21,781
Other operating income	4,514	6,099	25,248
TOTAL	87,105	52,590	243,747
Raw materials and subcontractors	-31,817	-15,272	-82,811
Personnel costs	-40,060	-32,564	-140,795
Other external expenses	-11,483	-8,522	-43,389
Other operating expenses	-2,034	-3,856	-15,351
EBITDA	1,711	-7,624	-38,599
Depreciation/amortisation and impairment of tangible and intangible assets	-7,137	-7,009	-28,407
EBIT	-5,426	-14,633	-67,006
Financial income	374	2,479	19,732
Financial expenses	-854	-335	-1,864
Net financial items	-480	2,144	17,868
Income tax	-554	772	2,590
PROFIT/LOSS FOR THE PERIOD	-6,460	-11,717	-46,548
Other comprehensive income:			
<i>Items that may be transferred to profit or loss</i>			
Exchange-rate differences	7,007	27,885	26,984
Other comprehensive income for the period	7,007	27,885	26,984
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	547	16,168	-19,564

Profit/loss for the period and total comprehensive income are, in their entirety, attributable to Parent Company shareholders.

EARNINGS PER SHARE, BASED ON PROFIT FOR THE PERIOD ATTRIBUTABLE TO PARENT COMPANY SHAREHOLDERS

SEK	Jan-Mar 2023	Jan-Mar 2022	Full-Year 2022
Average no. of shares – basic	204,811,010	192,375,181	196,885,358
No. of shares at end of period	204,811,010	192,725,486	204,811,010
Average no. of shares – diluted	204,811,010	206,856,981	196,885,358
Basic and diluted earnings per share	-0.03	-0.06	-0.24

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

kSEK	31 Mar 2023	31 Mar 2022	31 Dec 2022
ASSETS			
Non-current assets			
Intangible assets	676,211	669,855	665,456
Tangible assets	67,101	40,203	63,191
Financial assets	-	123	90
Total non-current assets	743,312	710,181	728,737
Current assets			
Inventories	21,791	16,121	20,237
Accounts receivable	47,197	21,536	24,452
Other receivables	56,676	57,698	55,875
Cash and cash equivalents	39,060	88,924	52,100
Total current assets	164,724	184,279	152,664
TOTAL ASSETS	908,036	894,460	881,401
EQUITY AND LIABILITIES			
Equity attributable to Parent Company shareholders	663,901	696,129	663,506
Non-current liabilities			
Lease liabilities	10,432	8,697	5,646
Other non-current liabilities	11,857	29,438	11,041
Deferred tax liabilities	18,775	22,509	19,243
Total non-current liabilities	41,064	60,644	35,930
Current liabilities			
Accounts payable	54,554	18,918	41,503
Other liabilities	148,517	118,769	140,462
Other current liabilities	203,071	137,687	181,965
TOTAL EQUITY AND LIABILITIES	908,036	894,460	881,401

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

kSEK	Share capital	Ongoing new issue	Other contributed capital	Reserves	Retained earnings incl. profit/loss for the period	Total equity
Opening balance, 1 January 2022	7,688	0	889,723	39,478	-258,077	678,812
Profit/loss for the period					-11,717	-11,717
Other comprehensive income				27,885		27,885
Total comprehensive income	0	0	0	27,885	-11,717	16,168
Transactions with shareholders						
Subscription of warrants	21		1,029			1,050
Warrants T02020/2023			99			99
Closing balance, per 31 March 2022	7,709	0	890,851	67,366	-269,794	696,129
Opening balance, 1 January 2023	8,192	0	892,848	66,462	-303,996	663,506
Profit/loss for the period					-6,460	-6,460
Other comprehensive income				7,077		7,077
Total comprehensive income	0	0	0	7,077	-6,460	617
Transactions with shareholders						
Correction of conversion differences			-1,134		636	-498
Warrants T02020/2023			42			42
Warrants T02022/2025			234			234
Closing balance, per 31 March 2023	8,192	0	891,990	73,539	-310,456	663,901

Equity is attributable in its entirety to Parent Company shareholders.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

kSEK	Jan-Mar 2023	Jan-Mar 2022	Full-Year 2022
Cash flow from operating activities before changes in working capital	195	-6,820	-37,810
Total changes in working capital	-9,942	13,827	44,245
Cash flow from operating activities	-9,747	7,007	6,435
Cash flow from investing activities	-13,929	-8,413	-40,874
Cash flow from financing activities	10,489	-6,320	-10,272
CASH FLOW FOR THE PERIOD	-13,187	-7,726	-44,711
Cash and cash equivalents at start of period	52,100	96,110	96,110
Exchange-rate differences in cash and cash equivalents	147	540	701
CASH AND CASH EQUIVALENTS AT END OF PERIOD	39,060	88,924	52,100

CONDENSED PARENT COMPANY INCOME STATEMENT

kSEK	Jan-Mar 2023	Jan-Mar 2022	Full-Year 2022
Net sales	17,045	11,105	68,629
Work performed by the company for its own use and capitalised	-	84	465
Other operating income	767	472	1,711
Total operating income	17,812	11,661	70,805
Raw materials and subcontractors	-3,639	-3,767	-18,649
Personnel costs	-8,454	-6,030	-28,395
Other external expenses	-9,115	-4,537	-45,759
Other operating expenses	-513	-335	-1,200
EBITDA	-3,909	-3,008	-23,198
Depreciation/amortisation and impairment of tangible and intangible assets	-160	-113	-368
EBIT	-4,069	-3,121	-23,566
Other interest income and similar profit/loss items	346	829	2,796
Interest expenses and similar profit/loss items	-420	-64	-717
Impairment of shares in subsidiaries	-	-	-58,655
Total earnings from financial items	-74	765	-56,576
PROFIT AFTER FINANCIAL ITEMS	-4,143	-2,356	-80,142
Tax on profit/loss for the period	-	-	-
Profit/loss for the period	-4,143	-2,356	-80,142

In the Parent Company, no items are recognised in other comprehensive income and, therefore, total comprehensive income for the period was consistent with profit/loss for the period.

CONDENSED PARENT COMPANY BALANCE SHEET

kSEK	31 Mar 2023	31 Mar 2022	31 Dec 2022
ASSETS			
Non-current assets			
Intangible assets	3,352	2,944	3,392
Tangible assets	1,094	634	1,113
Receivables from Group companies	14,061	29,068	16,117
Financial assets	525,569	540,839	525,451
Total non-current assets	544,076	573,485	546,073
Current assets			
Inventories	6,395	3,398	5,576
Accounts receivable	19,630	6,167	3,143
Receivables from Group companies	34,587	17,774	30,190
Other receivables	8,988	11,696	12,008
Cash and bank balances	752	45,292	5,767
Total current assets	70,352	84,327	56,684
TOTAL ASSETS	614,428	657,812	602,757
EQUITY AND LIABILITIES			
Equity			
Restricted equity	9,538	10,534	9,538
Unrestricted equity	516,125	594,531	519,989
Total equity	525,663	605,065	529,527
Non-current liabilities			
Other non-current liabilities	21,857	39,438	21,949
Total non-current liabilities	21,857	39,438	21,949
Current liabilities			
Accounts payable	16,144	3,329	9,421
Liabilities to Group companies	12,732	216	15,379
Other liabilities	38,032	9,764	26,481
Other current liabilities	66,908	13,309	51,281
TOTAL EQUITY AND LIABILITIES	614,428	657,812	602,757

SHAREHOLDERS AS OF MARCH 31 2023

SHAREHOLDERS 31 MAR 2023	NO. OF SHARES	VOTES & CAPITAL
CBNY-RJA-CLIENT ASSET ACCT*	24,000,000	11.72%
AVANZA PENSION	13,259,568	6.47%
AESA2104 AB	8,359,270	4.08%
UBS SWITZERLAND AG, W8IMY	3,017,628	1.47%
NORDNET PENSIONS FÖRSÄKRINGAR AB	2,947,921	1.44%
KOCK, JOHN	2,802,111	1.37%
TJ JUNIOR AB	2,800,000	1.37%
Soltorpet AB	2,610,350	1.27%
C INT VELD BEHEER B.V	2,585,000	1.26%
G.L.E MONNA BEHEER B.V	2,585,000	1.26%
Others	139,844,162	68.28%
TOTAL	204,811,010	100.0%

* Refers to SpaceQuest's previous owners

NOTES

NOTE 1 GENERAL INFORMATION

AAC Clyde Space AB (publ) Corp. Reg. No. 556677-0599 is the Parent Company registered in Sweden with its registered office in Uppsala at Uppsala Science Park, Dag Hammarskjölds väg 48, SE-751 83 Uppsala, Sweden.

Unless otherwise stated, all amounts are in thousands of SEK (kSEK). Data in parentheses pertain to the comparative period.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This Interim Report has been prepared in accordance with IAS 34 Interim Financial Reporting.

The Parent Company's interim report has been prepared in accordance with the Swedish Annual Accounts Act and recommendation RFR 2 of the Swedish Financial Reporting Board.

The accounting policies applied agree with those described in the AAC Clyde Space Group's Annual Report for 2021.

NOTE 3 SEGMENT INFORMATION

Description of segments and primary activities

AAC Clyde Space's strategic steering group, consisting of its Chief Executive Officer, Chief Operating Officer, Chief Technology Officer, Chief Commercial Officer, President Data & Services, HR Director, Chief Scientific Officer and Chief Financial Officer, corresponds to the chief operating decisionmaker (CODM) for the AAC Clyde Space Group and evaluates the Group's financial position and performance as well as makes strategic decisions. Company management has determined the operating segments based on the information reviewed by the executive committee for the purposes of allocating resources and assessing performance.

The strategic steering group has identified six reportable segments in the Group's operations:

AAC Clyde Space, operations in Uppsala, Sweden

AAC Clyde Space primarily develops and produces data processing and power systems for CubeSats and small satellites (1–500 kg).

Clyde Space, operations in Scotland

Clyde Space offers customised, turnkey services from design, subsystems and satellite platforms from 1 to 50 kg to operation of satellite systems in orbit and delivery of data to customers.

Hyperion Technologies, operations in the Netherlands

Hyperion specialises in high-performing, miniaturised subsystems for small satellites. The company's focus is on high-performing and reliable electronics and mechatronic systems.

SpaceQuest, operations in the US

SpaceQuest delivers data from space to customers from its own constellation of satellites and ground stations. The company also supplies subsystems to many commercial aerospace companies and institutions.

Omnisys Instruments, operations in Gothenburg, Sweden

Omnisys develops and manufactures measuring instruments, primarily for advanced space projects. Moreover, the company has an extensive track record developing weather data sensors to create reliable weather forecasting and data for climate research.

AAC Space Africa, operations in South Africa

AAC Space Africa will design, build, and deliver space missions to the continent from its Cape Town base in South Africa's Western Cape Province. The company is the group's centre of competence for advanced radio communication.

The strategic steering group primarily uses adjusted earnings before interest, tax, depreciation and amortisation (EBITDA, see below) in assessing the operating segment's earnings.

EBITDA	Jan-Mar 2023	Jan-Mar 2022	Jan-Dec 2022
AAC Clyde Space	-3,830	-2,220	-20,737*
Clyde Space	-5,550	-5,944	-33,630
Hyperion	5,006	-544	699
SpaceQuest	3,499	895	9,258
Omnisys	3,280	1,302	9,408
AAC Space Africa	-694	-1,113	-3,597
Total EBITDA	1,711	-7,624	-38,599

* includes aborted acquisition costs of SEK 8,611 k

A reconciliation of the Group's earnings before tax and EBITDA is shown below.

	Jan-Mar 2023	Jan-Mar 2022	Jan-Dec 2022
Total EBITDA	1,711	-7,624	-38,599
Net financial items	-480	-2,144	17,868
Depreciation and amortisation of tangible and intangible assets	-7,137	-7,009	-28,407
Earnings before tax	-5,906	-12,489	-49,138

NOTE 4 NET SALES

Income

Sales between segments are carried out at arm's length. Since income from external parties is reported to the strategic steering group, it is measured in a manner consistent with that in the consolidated statement of comprehensive income. The majority of income is recognised over time.

January–March 2023	Clyde Space	AAC Clyde Space	Hyperion	Space Quest	Omnisys	AAC Space Africa	Total
Income by segment	18,294	17,045	18,524	12,600	19,215	1,457	87,135
Income from other segments	-3,916	-5,670	-2,757	-246	-103	-542	-13,234
Income from external customers	14,379	11,375	15,767	12,353	19,112	915	73,901
Space Data as a Service	-	-	-	4,522	-	-	4,522
Space Missions	6,608	652	-	-	-	-	7,260
Space Products	7,771	10,723	15,767	7,831	19,112	915	62,119
Licenses/Royalties	-	-	-	-	-	-	0
Total	14,379	11,375	15,767	12,353	19,112	915	73,901

January–March 2022	Clyde Space	AAC Clyde Space	Hyperion	Space Quest	Omnisys	AAC Space Africa	Total
Income by segment	14,227	11,105	3,309	5,639	8,288	505	43,073
Income from other segments	-97	-263	-1,111	-	-	-446	-1,917
Income from external customers	14,130	10,842	2,198	5,639	8,288	59	41,156
Space Data as a Service	94	-	-	3,912	-	-	4,006
Space Missions	10,440	1,331	-	-	-	-	11,771
Space Products	3,596	9,511	2,198	1,727	8,288	59	25,379
Licenses/Royalties	-	-	-	-	-	-	0
Total	14,130	10,842	2,198	5,639	8,288	59	41,156

January–December 2022							
	Clyde Space	AAC Clyde Space	Hyperion	Space Quest	Omnisys	AAC Space Africa	Total
Income by segment	76,511	68,629	18,882	32,461	52,254	6,157	254,894
Income from other segments	-17,318	-33,844	-3,363	-1,054	-18	-2,579	-58,176
Income from external customers	59,193	34,785	15,519	31,407	52,236	3,578	196,718
Space Data as a Service	426	-	-	16,508	-	-	16,934
Space Missions	32,262	3,920	-	-	-	3,479	39,661
Space Products	26,505	27,103	15,519	14,899	52,236	99	136,361
Licenses/Royalties	-	3,762	-	-	-	-	3,762
Total	59,193	34,785	15,519	31,407	52,236	3,578	196,718

NOTE 5 FINANCIAL INSTRUMENTS – FAIR VALUE OF FINANCIAL LIABILITIES MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

As of 31 March 2023, there were no financial liabilities measured at fair value in addition to what is stated below. Fair values for foreign currency forwards are found in Level 2 of the fair value hierarchy.

Liabilities for the additional purchase consideration for shares in SpaceQuest and Omnisys are measured at fair value. Fair values for additional purchase considerations are found in Level 3 of the fair value hierarchy.

Definitions of the levels in the fair value hierarchy:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as price listings) or indirectly (i.e. derived from price listings).

Level 3: Inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The carrying amounts for liabilities to credit institutions recognised at amortised cost correspond to their fair values for the current period and the comparative period.

NOTE 6 RELATED-PARTY TRANSACTIONS

During the period, four Board members have invoiced the company kSEK 208 (255) at market rates for the performance of consultant services linked to the company's operations.

NOTE 7 FINANCIAL KEY PERFORMANCE INDICATORS

Definitions of key performance indicators

Equity ratio, % Equity divided by total assets

EBITDA Operating profit/loss before depreciation/amortisation of tangible and intangible assets

Order backlog The total at the end of the period of remaining unearned project revenue on confirmed orders, including products that have yet to be delivered or invoiced

Gross margin Net sales less Raw materials and subcontractors divided by Net sales