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Annual Report 2022

The Board and CEO of Arcario AB hereby publish the Annual Report and group accounting for the financial year 2022.

The Annual Report is in Swedish Krona, SEK. Unless stated otherwise, all amounts are given in Thousands Kronor (kSEK). Information in brackets refers to the previous financial year.

Information on operations

Arcario AB is listed on Nasdaq First North Growth Market since 11 January 2022 when the current corporate structure was created. Current business areas have been operational since 2018 through subsidiaries. The group have local offices in Stockholm and Oslo.

Arcario have two wholly owned business units, K33 and Green Data. K33 develops and provides a platform where users can Learn, Trade with, and Invest in Digital Assets. K33 consists of Markets (Kaupang Krypto), Invest (Arcane Assets) and Research (Arcane Research).

Green Data (Arcane Green Data), operates Bitcoin mining in northern Norway.

Arcario also have minority interests in Puremarkets Ltd, that develops an inter-bank marketplace for digital assets, and ITOAM Sarl (LN Markets), that operates a platform for derivatives trading based on the Bitcoin Lightning Network.

The company is registered in Stockholm.

Significant events during the financial year

It was a turbulent year for crypto currencies and digital assets. During the year, BTC traded between USD 16 787 and USD 47 686. The total BTC trading volume decreased by 10% compared to 2021. The average BTC price decreased from USD 47 436 for 2021 to USD 27 143 for 2022, causing a significant decrease in the BTC trading volume measured in USD. This also impacted K33 Markets (Kaupang Krypto) which saw a drop in trading volumes from 2021 to 2022 in line with the market.

Russia's invasion of Ukraine caused elevated energy prices during the year. Increased electricity prices in southern Norway proved challenging for Green Data's bitcoin mining. To ensure stable access to cheaper and renewable energy, the bitcoin mining operation were relocated to northern Norway.

To clarify our integrated platform offering, where our customers can Learn, Trade and Invest in digital assets in one place, it was decided to merge Kaupang Kryptot, Arcane Assets and Arcane Research under the common K33 name. As a result of the K33 launch, 100% of the shares in Ijort Invest AB (Trijo) were divested.

An earn-out consideration amounting to NOK 10.5M was paid for Kaupang Krypto which has been a wholly owned subsidiary since March 2021. The earn-out was settled through the issuance of 58.5M Arcario shares.

In December, K33 announced a cooperation between K33 Research and Bloomberg. K33's research is now available for 325 000 Bloomberg terminal users. An important step to improve K33's reach.

During the year, the company raised 15 212 kSEK through the issuance of new shares.

Shareholders

As of 31 December 2022, there were 25 467 shareholders holding 8 768 877 823 shares in Arcario.

During the year 4 935 106 172 shares were traded at an average price of 0.069 SEK per share, total turn-over were in excess of 338 MSEK.

The then largest shareholders as of 31 December 2022

	Shareholding	% of shares
Middelborg Invest AS	2 103 872 715	23,99%
Tigerstaden Invest AS	1 500 000 000	17,11%
Klein Invest AS	578 486 315	6,6%
Modiola AS	540 633 759	6,17%
Hortulan AS	327 378 646	3,73%
Tigerstaden AS	256 589 288	2,93%
Muunilinst AS	250 538 453	2,86%
Pareto Securities AS	203 474 797	2,32%
Bulltech AS	190 171 167	2,17%
SEB AB, Oslo branch	146 308 152	1,67%
Total	6 097 453 292	69,6%
Other shareholders	2 671 424 531	30,4%
Total number of shares	8 768 877 823	

Historical overview (kSEK)

Group	2022	2021	2020
Net sales	287 223	332 239	1 941
The result for the period	-94 201	-163 440	-20 526
Assets	100 038	181 044	43 448
Solidity (%)	71,2	82,3	78,1
Parent company	2022	2021	2020
Net sales	11 170	10 055	3 000
The result for the period	5 147	2 119	-718
Assets	523 725	488 543	5 027
Solidity (%)	97,3	99,6	24,7

See Accounting and valuation principles for definitions of KPIs.

Group revenue decreased from 332 239 kSEK to 287 838 kSEK driven by lower volumes from K33 Markets (Kaupang Krypto). Lower trading volumes were primarily due to lower crypto currency prices during the year. Ijort Invest AB (Trio) was sold during the year and is included in consolidated accounts until 31 August 2022.

The result for the year improved from -163 440 kSEK to -94 201 kSEK. The result for the year includes amortisation of goodwill for Trijo with 27 250 kSEK and an earn-out consideration for Kaupang Krypto of 10 899 kSEK fully settled by issuance of Company shares.

Note that LN Markets is not consolidated into Arcario's accounts as the shareholding is less than 20%. Puremarket is accounted from according to the equity method.

During the second quarter, a long-term loan with a repayment term of 42 months, increased the Company's cash by 15 000 kSEK. Share issuances during the year increased the equity by 15 212 kSEK. The group equity amounted 71 240 kSEK by 31 December compared to 148 949 kSEK the year before.

The Company intends to continue its investment in and development of the K33 platform. To keep the desired development pace the Company is dependent on raising external capital. The board is engaged in discussions with potential investor, with a focus on ensuring long term funding within the coming months. Failure to secure long term funding could imply a significant uncertainty on the company ability to keep operating. Short term cashflow needs are secured through 90 days rolling credit facility from the Company's two largest shareholders.

Changes in equity (kSEK)

Group	Share capital	Other contributed capital	Other equity	Result for the year	Total
Equity Jan. 1, 2022	31 035	297 563	-16 209	-163 440	148 949
Allocation of result based on AGM decision			-163 440	163 440	-
Rights issue	960	14 252			15 212
Employee options			2 681		2 681
Translation difference			-1 402		-1 402
The result for the period				-94 201	-94 201
Equity Dec. 31 2022	31 995	311 815	-178 370	-94 201	71 240

Parent company	Share capital	Share premium fund	Profit&Loss carried forward	Result for the year	Total
Equity Jan. 1, 2022	31 035	773 359	-319 749	2 119	486 765
Allocation of result based on AGM decision			2 119	-2 119	-
Rights issue	960	14 252			15 212
Employee options			2 681		2 681
The result for the period				5 147	5 147
Equity Dec. 31, 2022	31 995	787 611	-314 949	5 147	509 804

Proposed allocation of profit

The Board proposes that the profit is disposed accordingly (SEK):

Share premium fund	787 611 981
Losses carried forward	-314 948 929
The result for the period	5 146 756
	477 809 808
Carried forward	477 809 808
	477 809 808

GROUP INCOME STATEMENT

	Note	2022	2021
Net Sales		287 223	332 239
Other operating income		615	386
		287 838	332 625
Operating expenses			
Cost of goods sold		-268 341	304 837
Other external expenses	2, 3	-21 412	-25 496
Personnel costs	4	-27 296	-24 063
Depreciation and Amortisation of fixed assets		-51 457	-11 499
Other operating costs		-14 619	-198
		-383 125	366 093
Operating profit		-95 287	-33 468
Result from financial items			
Result from participation in associated companies	5	-1 782	-5 490
Interest income and other financial income		6 402	4 122
Interest expenses and other financial costs	6	-3 534	128 604
		1 086	129 972
Profit after financial items		-94 201	163 440
Profit before tax		-94 201	163 440
The result for the period		-94 201	163 440

GROUP BALANCE SHEET

ASSETS	Note	2022-12-31	2021-12-31
Fixed assets			
<i>Intangible assets</i>			
Concessions, patents, licenses, brands and IP rights	7	762	3 632
Goodwill	8	12 286	47 527
		13 048	51 159
<i>Tangible assets</i>			
Equipment, tools, fittings and fixtures	9	55 451	66 244
		55 451	66 244
<i>Financial assets</i>			
Participation in associated companies	10	1 683	3 913
Holdings in other companies	11	18 492	17 936
Other non-current receivables	12	2 748	5 406
		22 923	27 255
Total fixed assets		91 422	144 658
Current assets			
<i>Current receivables</i>			
Accounts receivable		807	55
Other receivables		641	2 472
Prepaid expenses and accrued income	13	1 266	10 969
		2 715	13 497
<i>Current investments</i>			
Other short term investments		828	3 568
		828	3 568
<i>Cash and bank balances</i>		5 073	19 321
Total current assets		5 073	36 386
TOTAL ASSETS		100 038	181 044

GROUP BALANCE SHEET

EQUITY AND LIABILITIES	Note	2022-12-31	2021-12-31
Equity			
Equity attributable to majority shareholders			
Share capital		31 995	31 035
Other contributed capital		311 815	297 563
Other equity including profit for the year		-272 570	-179 649
Equity attributable to majority shareholders		71 240	148 949
Total equity		71 240	148 949
Non-current liabilities			
Other liabilities	20	13 077	-
Total non-current liabilities		13 077	-
Current liabilities			
Accounts payable		1 160	1 535
Other liabilities	14	13 471	29 433
Accrued expenses and prepaid income		1 090	1 128
Total non-current liabilities		15 721	32 095
TOTAL EQUITY AND LIABILITIES		100 038	181 044

GROUP CASHFLOW

	Note	2022	2021
Operating activities			
Profit after financial items		-94 201	-163 440
Adjustments for items not included in the cash flow		50 052	138 452
Operating cash flow before changes in working capital		-44 149	-24 988
Cash flow from changes in working capital			
Accounts receivable		-752	-55
Current receivables		8 671	-8 334
Accounts payable		-362	-4 429
Current liabilities		-13 261	-5 490
Cash flow from operating activities		-49 853	-43 746
Investment activities			
Investment in intangible assets		-	-
Investment in tangible assets		-2 059	-66 170
Investment in financial assets		-	-15 345
Sale of financial assets		9 373	
Cash flow from investment activities		7 314	-81 515
Financing activities			
Rights issue		15 212	109 350
New loans		15 000	17 545
Repayment of loans		-1 921	0
Cash flow from financing activities		28 289	126 895
Cash flow for the year		-14 248	1 634
Cash and cash equivalents at the beginning of the year		19 321	17 687
Cash and cash equivalents at the end of the year		5 073	19 321

PARENT COMPANY INCOME STATEMENT

	Note	2022	2021
Operating income			
Net sales		11 170	10 055
Other operating income		509	247
		11 679	10 302
Operating expenses			
Other external expenses	2	-4 723	-8 467
Personnel costs		-5 897	-1 209
Other operating costs		-134	-198
		-10 754	-9 874
		925	428
Result from financial items			
Profit from group companies		-	34
Interest income and other financial income		-	-
Interest expenses and other financial costs	15	5 360	1 732
		-1 138	-75
		4 222	1 691
		5 147	2 119
Profit before tax		5 147	2 119
The result for the period		5 147	2 119
Operating income		5 147	2 119

PARENT COMPANY BALANCE SHEET

ASSETS	Not	2022-12-31	2021-12-31
Fixed assets			
<i>Financial assets</i>			
Participation in group companies	16, 17	326 762	326 762
Total fixed assets		12	-
		326 775	326 762
Current assets			
Current receivables			
Receivables from group companies			
<i>Other receivables</i>	18	196 473	150 717
Prepaid expenses and accrued income		117	1 269
		56	13
		196 646	151 999
Cash and cash equivalents			
Total current assets		304	9 781
		196 950	161 780
TOTAL ASSETS			
ASSETS		523 725	488 542

PARENT COMPANY BALANCE SHEET

EQUITY AND LIABILITIES	Note	2022-12-31	2021-12-31
Equity	19		
<i>Restricted equity</i>			
Share capital		31 995	31 035
		31 995	31 035
<i>Unrestricted equity</i>			
Share premium fund		787 611	773 359
Profits and losses carried forward		-314 949	-319 749
Result for the period		5 147	2 119
		477 809	455 729
Total equity		509 804	486 764
Non-current liabilities			
Other liabilities	20	13 077	-
		13 077	-
Current liabilities			
Accounts payable			
Liabilities to group companies		259	920
Other liabilities		-	-
Accrued expenses and prepaid income		396	308
Total current liabilities		189	550
		844	1 778
TOTAL EQUITY AND LIABILITIES		523 725	488 542

PARENT COMPANY CASH FLOW

	Note	2022	2021
Operating activities			
Profit after financial items		5 147	2 119
Adjustments for items not included in the cash flow		924	-49
Operating cash flow before changes in working capital		6 071	2 070
Cash flow from changes in working capital			
Accounts receivables		-	-1 039
Current receivables		-44 771	445
Accounts payable		661	517
Current liabilities		273	-2 526
Cash flow from operating activities		-37 766	-533
Investment activities			
Investments in financial fixed assets		-	-99 196
Cash flow from investment activities		-	-
		-	-99 196
Financing activities			
Rights issue			
New loans		15 212	109 350
Repayment of loans		15 000	-
Cash flow from financing activities		-1 923	-
		28 289	109 350
Cash flow for the year		-9 477	9 621
Cash and cash equivalents at the beginning of the year			
Cash and cash equivalents at the end of the year			
Operating activities		9 781	160
Profit after financial items		304	9 781

Notes

Not 1 Accounting and valuation policies

General information

The Annual Report and financial statements comply with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's standard BFNAR 2012:1 Annual Accounts and Consolidated Accounts (K3).

Receivables and debt in foreign currency are valued at closing day rates. Gains and losses on accounts receivable and payable are accounted for in the operating profit while currency gains and losses on financial receivables and debt are accounted for as financial items.

The accounting principles are unchanged compared to the previous year.

Revenue recognition

Revenues are recognized at fair value when the economic benefits with the transaction have occurred or will occur and the economic benefits associated with the transaction are likely to accrue to the company and the income can be measured reliably.

When a product is sold, the revenue is recognized when the significant benefits and risks associated with ownership of the product are transferred from the company to the buyer.

Revenue from trading in crypto currency generated through matchmaking (broker) is booked according to the accounting principle for products. When selling crypto currency to customers, the cost for the crypto currency is booked as a product expense and the sales value is recognized as revenue. When broker acquires crypto currencies from a customer and settles the trade by exchanging crypto currencies with another party, the trade by way of set-off is classified as revenue while the purchase from the customer is classified as an expense.

Group accounts

Consolidation

The Group's financial statements have been prepared in accordance with the purchase method. This implies that acquired businesses' identifiable assets and liabilities are measured at fair value in line with the purchase analysis. If the purchase price exceeds the market value of net assets in the purchase analysis, the difference is accounted for as goodwill

Changes to the Groups' composition

According to accounting rules for the reverse take-over, the acquirer, Arcane Crypto AS, is seen as the surviving entity in group accounting. The Group's changes in equity should be compared to previous accounts for the surviving company. Adjustments to correspond to share capital in the legal parent company is presented as a separate item in the report for changes in equity.

Subsidiaries

The consolidated accounts include, in addition to the parent company, all companies where the parent company directly or indirectly has more than 50% of votes or in other ways has the controlling influence and thereby has the right to set the company's financial and operational strategies in order to gain economic benefits. A subsidiary's revenues and expenses are included in the consolidated accounts as of when controlling influence transfers to the Group until the time when controlling influence ceases.

Associated companies and jointly controlled entities

Associated companies include companies where the parent company has a significant but not controlling influence. A significant influence normally occurs when the company owns 20-50% of votes in the company.

Accounting for associated companies

Holdings in associated companies are accounted for according to the equity method. The method means that a purchase analysis is carried out and potential over or under values are identified. The value of the holding is affected by either depreciation of over values or adding back under values. The value of the holding is also impacted by the share of income in the associated company, adjusted for internal profits and other group adjustments. Received dividends from associated companies reduce the value.

The share of associated companies' profit after tax is recognized as a separate item and affects the group's operating profit

Transactions between Group companies

Internal receivables and debt, transactions between group companies and unrealized gains are eliminated. Unrealized losses are also eliminated as long as it does not relate to a write down.

Changes of internal profits during the financial year have been eliminated in the consolidated income statement.

Translation of foreign subsidiaries

Foreign subsidiaries' accounts have been translated using the relevant exchange rate. All items in the balance sheet have been valued at the exchange rate on date of the closing balance. All items in the income statement have been valued at the average exchange rate during the financial year. Differences that appear are accounted for directly in equity.

Goodwill

Goodwill is the difference between the cost of the acquired entity and the value of the entity's net assets. In connection to the acquisition, the goodwill is accounted for as an asset in the balance sheet.

Intangible assets

Intangible fixed assets are recognized at cost less accumulated depreciation/amortization and impairment. This implies that all expenditure to develop the intangible asset are expensed as they occur.

Fixed assets

Intangible assets and PPE are recognized at cost less accumulated depreciation and potential write-downs. Depreciation is on a straight-line basis over the estimated useful life, considering the residual value. The following depreciation percentages are applied:

Intangible assets

Activated expenditure for development	5
Concessions, patents, licenses, brands	5
Goodwill	5

Provisions

Provisions include obligations against a third party which refer to the current or a previous financial year and which are likely to occur but the timing and value are uncertain.

Employee benefits

Employee benefits refer to all forms of benefits that the company provides to employees. Short-term benefits include salary, paid vacation, paid absence, variable remuneration and benefits after termination of employment (pension). Short-term benefits are reported as cost and a debt when there is a legal or informal obligation to pay out compensation for a previous event and a reliable estimation of the amount can be made.

Share-based remuneration

Share-based programs have been implemented after the financial year.

Accounting of share-based programs

The true value of the employees' options and share-based programs is calculated through the Black & Scholes valuation model at the time of inception, whereby terms related to the share price are considered. The value is recognized as an employee expense in the income statement until the program is exercised. The recognized expense corresponds to the true value of the number of options and shares that are expected to be exercised. In the following periods, this expense is adjusted to reflect the true value of the program. An adjustment is however not carried out when options and shares are not exercised because the terms were not fulfilled.

Share-based programs in subsidiaries

In the parent company, the estimated value of share-based programs for employees in other group companies is recognized as a capital injection to subsidiaries. If the value of shares in subsidiaries increases, equity in the parent company increases. The cost for employees in the specific companies is invoiced to each respective subsidiary and is paid in cash whereby value increases in subsidiaries is neutralized.

Compensation to employees post employment

The company only has defined contribution pension plans. Defined contribution pension plans are where the company makes fixed contributions and has no other obligations besides these contributions. Expenditure for defined contribution plans are expenses during the period which employees carry out their obligations in relation to the company.

KPI definitions

Net sales

The main revenue for the operations, invoiced costs, add-on revenues and revenue corrections.

Solidity ratio

Adjusted equity (equity and untaxed reserves adjusted for deferred tax) in relation to assets.

Estimates and judgements

Consolidating accounts and applying accounting principles is often based on managements' expectations, estimates and presumptions which seem appropriate at the time of the decision. Estimates and judgements are based on historic experiences and a number of other factors, which under existing circumstances seem reasonable. These are then used to evaluate book values of assets and liabilities, values which are not readily available in other sources. The outcome may differ from these estimates and judgements. Estimates and presumptions are reviewed on a regular basis.

Goodwill of 12 286 kSEK, financial assets of 22 9234 kSEK in group accounts and the values of participations in group companies, 326 762 kSEK and receivable towards group companies, 196 473 kSEK are dependent on the operating companies generating profits and cash flows in the future. The Company is forecasting Group positive cash flow from the beginning of 2025. It should be noted that the group impairment test for these items assumes that the company raises external funding in the coming year to realise the plans. This funding is not secured yet. Not securing sufficient funding can pose a real risk for significant adjustments to the carrying value of the items in question. There are no other estimates and judgements were uncertainty is great enough to represent a significant risk to valuation of assets and liabilities for the next financial year.

Note 2 Renumeration to auditor

Auditor assignments refer to the audit of the annual report and accounting as well as the board's and CEO's management, other assignments which the auditor is responsible for and other counselling which is required based on conclusions from the audit or other assignments.

	2022	2021
Group		
RSM Stockholm AB		
Audit assignment	450	80
RSM Norge AS		
Audit assignment	425	268
	875	348
Öhrlings PWC AB		
Audit assignment	-	197
Other audit services	-	92
	-	289
Parent company		
RSM Stockholm AB		
Audit assignment	450	80
Other services	-	8
	450	88
Öhrlings PWC AB		
Audit assignment	-	197
Other audit services	-	92
	-	289

Note 3 Related party transactions

	2022	2021
Group		
Middelborg AS		
Jonatan Raknes	-	1 200
	-	1 200
Hafofo OÜ		
Michael Jackson	600	-
	600	1 200

Middelborg AS had a consultancy agreement with the Company related to the previous Chairment Jonatan Raknes for services delivered outside of his Chairman responsibilities. This agreement was terminated in December 2021

Note 4 Employees

	2022	2021
Group		
Average number of employees	18	21

The parent company had 1 (0) employee for the year.

Note 5 Profit from shares in associated companies and jointly controlled entities

	2022	2021
Group		
Amortisation of Pure, Trijo and Alphaplate	-1 782	-5 490
	-1 782	-5 490

Note 6 Interest expenses and similar items

	2022	2021
Group		
Non recurring expense, reverse take-over	-	-126 953
	-	-126 953

Note 7 Concessions, patents, licenses, brands and similar rights

	2022-12-31	2021-12-31
Group		
Opening balance	4 288	198
Acquisitions	1 302	4 090
Divestments	-4 756	-
Closing balance Acquisition value	834	4 288
Opening balance	-657	-14
Depreciation for the year	-732	-643
Divestments	1 317	-
Closing balance Depreciation	-72	-657
Carrying value	762	3 632

Note 8 Goodwill

	2022-12-31	2021-12-31
Group		
Opening balance	55 904	-
Acquisitions	-	55 904
Closing balance Acquisition value	55 904	55 904
Opening balance	-8 377	-
Deprecation for the year	-7 991	-8 377
Closing balance Depreciation	-16 638	-8 377
Impairment	-27 250	-
Carrying value	12 286	47 527

Goodwill stems from the acquisitions of K33 Marktes AS (Kaupang Krypto AS) and Ijort Invest AB. The impairment charge refers to the complete amortisation of goodwill for Ijort Invest AB that was divested during the year.

Note 9 Equipment, tools, fixtures and fittings

	2022-12-31	2021-12-31
Group		
Opening balance	69 807	140
Acquisitions	1 660	68 947
Translation difference	1 418	-
Closing balance Acquisition value	72 995	69 087
Opening balance	-2 843	-66
Depreciation for the year	-14 493	-2 777
Translation difference	218	-
Closing balance Depreciation	-17 554	-2 843
Carrying value	55 451	66 244

Investment in servers for computer processing in the Bitcoin mining operations in Green Data Services AS.

Note 10 Shares in associated companies and jointly controlled entities

	2022-12-31	2021-12-31
Group		
Opening balance	8 199	12 956
Acquisitions	-	2 351
Reclassifications	-	-7 108
Divestments	-960	-
Closing balance Acquisition value	7 239	8 199
Opening balance	-4 286	-1 351
Depreciation for the year	-1 782	-2 935
Divestments	511	-
Closing balance Depreciation	-5 577	-4 286
Carrying value	1 682	3 913

Note 11 Share holdings in other companies

	2022-12-31	2021-12-31
Group		
Opening balance	17 936	2 164
Acquisitions	-	15 772
Translation difference	556	-
Closing balance Acquisition value	18 492	17 936
Carrying value	18 492	17 936

Investment in TOAM Sarl. (LN Markets), share holding 16%

Note 12 Other non-current receivables

	2022-12-31	2021-12-31
Group		
Opening balance	5 406	3 513
Acquisitions	2 748	1 633
Divestments	-5 406	-
Closing balance Acquisition value	2 748	5 406
Carrying value	2 748	5 406

Note 13 Prepaid expenses and accrued income

	2022-12-31	2021-12-31
Group		
Accrued, not yet billed	-	9 836
Prepaid rent	1 266	289
Accrued revenue	-	844
Carrying value	1 266	10 969

Note 14 Other liabilities

	2022-12-31	2021-12-31
Group		
Current liabilities		
Other liabilities to lenders (Green Data), interest bearing	7 929	17 545
Other liabilities, not interest bearing	5 542	11 888
Carrying value	13 471	29 433

Note 15 Other interest income and similar items

	2022	2021
Parent company		
Interest income from group companies	5 360	1 732
Carrying value	5 360	1 732

Note 16 Share in group companies

	2022-12-31	2021-12-31
Parent company		
Opening balance	326 762	-
Acquisitions	-	326 762
Closing balance Acquisition value	326 762	326 762
Carrying value	326 762	326 762

Note 17 Specification of shares in group companies

Name	Equity & Voting share	Carrying value	Corporate number	Registration	Equity	Resu
Green Data Holding AS	100%	30	927407183	Oslo	-10 610	-11
K33 Operations AS	100%	326 732	994608673	Oslo	-101 823	-81
Arcane Crypto UK Ltd	100%	-	14398757	London	-	-

K33 Operations AS changed its name from Arcane Crypto AS during the year. Arcane Crypto UK Ltd was incorporated in October 2022 and is still dormant.

Note 18 Receivables towards group companies

	2022-12-31	2021-12-31
Parent company		
Opening balance	150 717	-
Additional receivables	57 692	150 717
Closing balance Acquisition value	196 473	150 717
Carrying value	196 473	150 717

Note 19 Number of shares

	Number of shares	Share capital per share
Number of A-Shares	8 768 877 824	0,00364872
	8 768 877 824	

Note 20 Pledged collateral

	2022-12-31	2021-12-31
Parent company		
Corporate mortgage	15 000	-
Total pledge	15 000	-
Group		
Corporate mortgage	15 000	-
Total pledge	15 000	-

Note 20 The parent company

Parent company

Arcario AB, registered in Stockholm with registration number 556668-3933 is the ultimate parent company and publishes group accounts.

Note 22 Significant events after the financial year

On February 22, 2023 it was announced that the company had received a convertible loan up to a maximum of USD 2M from Cowa and that discussions on a possible strategic merger is discussed with Cowa.

On March 2, 2023 an extraordinary shareholders meeting decided to change to company name from Arcane Crypto AB to Arcario AB.

On April 19, 2023 it was announced that Kristian Kierkegaard is leaving the board of directors.

The signatories hereby assure that the annual report has been prepared in accordance with the Annual Accounts Act and Generally Accepted Accounting Practices. Current accounting standards have been applied and that the annual report accurately reflects the business.

Stockholm, May 19, 2023

Michael Jackson **Simon Saneback** **Kristian Lundkvist** **Torbjörn Bull Jensen**
Chairman *Managing Director*

Our Auditor's report has been provided on date according to the electronic signature

RSM Stockholm AB

Karl-Henrik Westlund
Authorized Public Accountant



arcario