



Annual Report
2023



Hynion AS

Hynion is a company committed to reducing fossil dependence in the transportation sector mainly across Scandinavia's largest cities, and main roads. We specialize in constructing, owning, and managing hydrogen refueling stations strategically located in urban hubs.

Leveraging our extensive experience and proprietary technology developed over decades, we also offer turnkey hydrogen station solutions. These solutions are available through project sales to stakeholders or within collaborative partnerships and co-ownership arrangements. Our comprehensive packages can encompass certification, operation, and service agreements.

Our overarching ambition is to make a meaningful impact on reducing fossil fuel reliance in transportation. We achieve this goal by working closely with qualified partners who share our vision and commitment to a greener future.

Highlights 2023

YEAR 2023

This year, our main focus has been on the establishment of our next generation hydrogen stations in Sweden. We signed land agreements in Västerås and Jönköping and could break ground in Västerås in the end of the year, thanks to excellent cooperation with the City of Västerås.

Our ambition to make a meaningful impact on reducing reliance on fossil fuels in transportation extends to cooperation with other actors who share our commitment. Hence, we are happy to have accepted an order for a hydrogen refueling station from Hydrogen Elektriske Byggeplasser AS, and to have signed a Letter Of Intent with Boson Energy to provide them with hydrogen refueling stations for their gasification plants for hydrogen production.

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

- Hynion reorganized for powerful investment in Sweden and Slavica Djuric became acting CEO of Hynion AS, while remaining CEO of Hynion Sverige AB and IR Manager.
- Hynion Sverige AB refueled a new hydrogen truck from a leading vehicle manufacturer, powered by a hydrogen combustion engine with Westport injection system.
- Hynion Sverige signed an attractive land agreements in Västerås, Jönköping and Göteborg for the new, large hydrogen stations under construction by Hynion.
- Hynion AS received an order for a demo hydrogen refueling station and began cooperation with Hydrogen Elektriske Byggeplasser AS for the establishment. The station will be put in operation in Norway, and the order includes a service contract for five years.
- Hynion Sverige AB was granted building permit for the hydrogen refueling station to be built in Västerås.
- Hynion AS and Boson Energy signed a Letter Of Intent regarding cooperation for the joint establishment of Boson gasification plants for hydrogen production from waste co-located with hydrogen refueling stations provided by Hynion.
- Hynion Sverige AB was granted building permit for the new construction of a hydrogen refueling station in the Torsvik logistics area in Jönköping.
- Hynion's hydrogen refueling station in Porsgrunn was certified. Increased requirements for extra third-party inspections unfortunately takes time.
- Max Lennaárd strengthened the organization as the new CEO of Hynion Sverige AB.
- Construction of Hynion's hydrogen refueling station in Västerås started. First main work is ground preparations and preparations of container foundations and fire protection walls.

SIGNIFICANT EVENTS AFTER THE FINANCIAL YEAR

- The Board has decided to propose Carl Christopher (Chris) Tornblom as acting chairman of the board. Chris will be immediately involved in the group's development before a formal decision at the company's annual general meeting in April.

KEY FINANCIALS

- Hynion Group had revenues from hydrogen sales of MNOK 4.63 in 2023 compared to MNOK 4.16 in 2022.
- Net profit Hynion group was negative MNOK 32.2 compared to negative MNOK 29.2 in 2022.
- The cash balance end of period was MNOK 13.0 compared to MNOK 41.6 in 2022.

Letter from the CEO



As we turn the page on another year at Hynion, I'm truly thankful for your support and dedication to making our mission of a greener future a reality. Despite the complexities of the market, we have stood strong, making significant progress in both our organizational structure and infrastructural expansion.

This year was marked by strategic developments that have been crucial in aligning our resources with our long-term goals. Launching the construction of our Västerås hydrogen refueling station highlights our commitment to driving innovation and sustainability forward.

This project is not only a milestone for us, but we're manifesting our vision for a greener future into reality, leading by example in the shift towards sustainable energy.

The building of the large hydrogen refueling stations in Västerås and Jönköping

is really the first start of a professional hydrogen infrastructure network in Sweden. The refueling capacity of each of these stations is larger than the sum of all the hydrogen stations that today are in operation in Sweden, Norway and Denmark.

In parallel to building these new stations, we are maintaining the operation of our present stations in Sweden and Norway. Even if the number of vehicles still is low, we believe it is important to support all the early adopters, who have invested in their first vehicles of the future, super-clean transport. Examples of this are the two refuse trucks of Renova in Göteborg, the two fuel cell buses of X-trafik in Sandviken and many cars, both company and privately owned. We have also had visits to our hydrogen refueling stations in Sweden by prototype and pre-production trucks that are out on road tests, before they are officially presented to the public.

Looking forward, we are ready to build upon these solid foundations with strategic initiatives aimed at enhancing our market position and contributing to a greener future. Together, we are forging a path that will not only benefit our shareholders but also our community and the environment. We will enter into new, exciting cooperations for this development in the near future.

Thank you for your trust and support. I am confident that, with our collective efforts, the best is yet to come.

Warm regards,

Slavica Djuric
CEO Hynion AS

The Board of Directors' Report 2023

OPERATIONS AND LOCATIONS

Hynion AS is a company that designs, builds, and operate hydrogen fuel stations with and without associated production plants. One main business area is sales of hydrogen fuel to vehicles and the other is marketing and sales of turn-key hydrogen refueling stations. Hynion will develop the station network and production facilities in the countries it is established. Currently Hynion operates four hydrogen stations, one in Norway and three in Sweden.

The Group includes, in addition to Hynion AS, the following subsidiaries: Hynion Sverige AB and H-of-C AS.

The refueling stations in Norway are located at Høvik in Bærum, just outside Oslo, and Herøya in Porsgrunn. The Porsgrunn station is not yet opened for the public. The refueling stations in Sweden are located in Göteborg, Stockholm (Arlanda) and Sandviken. Hynion AS and Hynion Sverige AB are selling hydrogen fuel directly to the customers at the stations.

The subsidiary H-of-C is currently a special purpose company that will be used for ownership and operation of a new technology production plant. There will be a need for funding before the plant can be built. So far, investments have been made in drawings and small-scale testing. The project is expensed in the accounts in 2023 in the form of a write-down of the previously carried value. The write-down has been made out of caution, as the project has been put on hold.

On July 13, 2022 Hynion Sverige AB was approved for a grant of SEK 61 400 000 from the Swedish Energy Agency to build two large hydrogen refueling stations, one in Västerås and one in Jönköping. These stations will be completed in the fall of 2024.

COMMENTS RELATED TO THE FINANCIAL STATEMENTS

The Group's revenues from hydrogen sales increased 11.43 % from NOK 4 156 290 last year to NOK 4 631 466 in 2023. Net result in 2023 was negative 32 220 076, as last year, negative NOK 29 192 405. Building a position with investment in assets and employing personnel are the main cost drivers in 2023 and cost level was as expected.

The parent company's revenues from hydrogen sales decreased by 2 % from NOK 3 996 199 last year to NOK 3 914 756 in 2023. Net result in 2023 was negative 20 854 137, as last year, negative NOK 21 014 261. Maintaining operations at the Høvik station, reconstructing, as well as development of the subsidiary Hynion Sverige AB have been Hynion AS' main cost in 2023.

The Group's capital investments during 2023 amounted to NOK 1 053 025. These investments increased the Group's capacity and possibility to increase hydrogen sales volumes in 2024. Public grants have been settled against activated purchases in the amount of SEK 19 612 040 in 2023. For further information, read note 17 in the annual report.

The parent company's capital investments during 2023 amounted to NOK 15 257.

The Group's liquidity reserve as of 31.12.2023 amounted to NOK 13 046 944. Of this, NOK 817 734 is deposits for future obligations. Total assets at year-end amounted to NOK 35 778 970, compared to NOK 70 072 511 last year.

The parent company's liquidity reserve as of 31.12.2023 amounted to NOK 1 639 264. Of this, NOK 655 654 is deposits for future obligations. Total assets at year-end amounted to NOK 52 979 879, compared to NOK 72 419 684 last year.

TREASURY STOCK

The company holds no Treasury stock.

FUTURE CHALLENGES

The hydrogen fuel market is expected to grow substantially over the next years. EU and other authorities are targeting a transport sector with zero emissions over the next two decades, and hydrogen can play a vital role in this transformation. Some car manufacturers like Toyota and Hyundai have delivered hydrogen cars in the market for several years, while others are developing technology and making the cars ready for the future market. New EU legislation for vehicle emissions is expected in 2025, making hydrogen fuel an even more attractive option. Truck manufacturers are developing models and announce they will come to the market with hydrogen models in a few years' time.

Hynion is planning an expansion of the station network in Scandinavia and other countries where opportunities for a faster market build-up will be present. Hynion will work in national and EU-projects like H2truck and String to take advantage of collaborations that can trigger the development and secure off-take of hydrogen fuel. Hynion will continue to build alliances with partners contributing to developing the hydrogen fuel market.

FINANCIAL RISK

OVERALL VIEW ON OBJECTIVES AND STRATEGY

The company need to finance the investments in new stations over the next few years. Hynion was listed at the Oslo Stock Exchange, Euronext growth in April 2021 to secure better access to capital. New capital was raised in December 2022. The company's current strategy is to use this financial instrument for short term expansion.

MARKET RISK

The main market risk is that the market will not build as fast as expected. Hynion will through collaboration within projects, partners and authorities and other stakeholders seek to minimize risk for establishment of the hydrogen stations.

CREDIT RISK

The risk for loss on receivables from the sale of hydrogen in 2024 for Hynion AS is low. Almost every customer in 2024 pay directly with credit cards. Hynion AS had to take some major losses in 2023 and therefor stopped the possibility of filling hydrogen on credit.

LIQUIDITY RISK

The Group's liquidity is considered sufficient, and new investments will be aligned with current capital and new capital increases from investors. To finance the completion of the Hydrogen filling stations under constructions in Sweden and release of the final portion the public subsidiaries granted, ref note 17, the company will facilitate further debt and equity financing.

GOING CONCERN

In accordance with the Accounting Act § 3-3a, we confirm that the financial statements have been prepared under the assumption of going concern. This assumption is based on profit forecasts for the year 2023+1 and the Group's long-term strategic forecasts. The Group's economic and financial position is sound.

ALLOCATION OF NET LOSS

The Board of Directors has proposed the net loss of the group NOK 32 219 419 to be covered by share premium reserve.

THE WORKING ENVIRONMENT AND THE EMPLOYEES

The employees have stayed healthy and there has been very limited leave of absence due to illness. No incidences or reporting of work-related accidents resulting in significant material damage or personal injury occurred during the year. The working environment is considered to be good, and efforts for improvements are made on an ongoing basis.

EQUAL OPPORTUNITIES AND DISCRIMINATION

The group employs six persons by year-end 2023, whereof one woman. The CEO of Hynion Sverige AB and the acting CEO of Hynion AS is held by a woman.

ENVIRONMENTAL REPORT

Hynions business does not produce any harmful emissions and are by its nature a business that is fully dedicated to reducing emissions through its product hydrogen fuel. Using hydrogen fuel in vehicles produces only water emission, which is not harmful for the environment. The hydrogen Hynion uses is produced from water and renewable electricity, also not creating any emissions. At the stations, Hynion are buying certified green electricity for operating machines, heat, and lights.

The only emissions from Hynions business are the transport of hydrogen from the production plant to the stations with diesel trucks. These trucks will be replaced with hydrogen fueled trucks as soon as theses become available. However, these emissions are very small compared to the savings that is achieved from use of hydrogen fuel from Hynion.

INSURANCE FOR BOARD MEMBERS AND GENERAL MANAGER

Hynion has an insurance policy from Tryg Forsikring for the board and general manager. Total sum insured NOK 1 000 000.

HØVIK, February 28, 2024.

Lars Henrik Amnell
Chair (sign.)

Markus Håkan Norström
Board member (sign.)

Pål Midtbøen
Board member (sign.)

Kurt Olof Dahlberg
Board member (sign.)

Slavica Djuric
CEO (sign.)

Statement of the Board and CEO

The Board and CEO have today considered and approved the Directors' Report and Annual Financial Statements for Hynion AS as of December 31, 2023 (Annual Report 2023).

Consolidated Financial Statements have been prepared in accordance with the Accounting Act (Norway) and generally accepted accounting principles.

To the best of our knowledge:

- The Annual Financial Statements for 2023 for the parent company and Group have been prepared in accordance with applicable accounting standards.
- The Information in the Annual Financial Statements gives a true and fair view of the assets, liabilities, financial position and overall results as of December 31, 2023.
- The Directors' Report gives a true and fair view of:
 - The development, result and position of the Group and parent company.
 - The principal risks and uncertainties faced by the Group and the company.

HØVIK, February 28, 2024.

Lars Henrik Amnell
Chair (sign.)

Markus Håkan Norström
Board member (sign.)

Pål Midtbøen
Board member (sign.)

Kurt Olof Dahlberg
Board member (sign.)

Slavica Djuric
CEO (sign.)



Hynion



Hydrogen

Slik bruker du Hydrogen

1. Monter mannspløkk på bilens hydrogen
2. Lås mannspløkket med L-pløkk og lås sikkerhetslås før utløstning og start. Fylling kan nå startes.
3. Når fylling er ferdig, løs sikkerhetslås og bruk sikkerhetslås før du løser mannspløkket av bilen.



Røyking forbudt

Brandfarlig gass

Hynion



Hydrogen

Consolidated Income Statement

Parent Company		Amounts in NOK	Note	Group	
2023	2022			2023	2022
3 914 756	3 996 199	Revenue	1	4 631 467	4 156 290
245	216 480	Other operating income		245	216 480
3 915 001	4 212 679	Total operating income		4 631 712	4 372 770
-5 568 152	-7 594 511	Cost of materials		-6 640 004	-7 987 063
-7 071 122	-7 014 872	Staff costs	2,3,4,5	-12 946 806	-11 387 540
-1 420 628	-1 368 051	Depreciation of fixed assets	6,7	-1 867 168	-1 750 050
-3 827 114	-808 000	Write-down on fixed assets	6	-3 827 114	-808 000
-7 706 587	-8 263 182	Other operating expenses	8,9,10	-11 766 203	-11 506 939
-25 593 602	-25 048 615	Total operating expenses		-37 047 294	-33 439 592
-21 678 601	-20 835 936	Result of operations		-32 415 582	-29 066 822
175 788	826	Other interest income		5 838	826
663 836	405 913	Other financial income		663 836	503 860
839 624	406 739	Total financial income		669 674	504 686
-457	-83	Other interest charge		-14 027	-83
-14 703	-584 982	Other financial expense		-460 141	-630 187
-15 160	-585 064	Total financial expenses		-474 168	-630 270
824 464	-178 325	Net financial items		195 506	-125 584
-20 854 137	-21 014 261	Operating result before tax		-32 220 076	-29 192 405
-20 854 137	-21 014 261	Tax on extraordinary result	11		
-20 854 137	-21 014 261	Results of the period/year		-32 220 076	-29 192 405
-20 854 137	-21 014 261	Transfers to/from reserves		-32 220 076	-29 192 405
-20 854 137	-21 014 261	Total transfers		-32 220 076	-29 192 405

Consolidated Statement of Financial Position

as of 31 December

Parent Company		Amounts in NOK	Note	Group	
2023	2022			2023	2022
		ASSETS			
		Fixed assets			
		Intangible fixed assets			
122 059	168 239	Concessions, patents, licenses	7	122 059	168 239
122 059	168 239	Total intangible fixed assets		122 059	168 239
		Tangible fixed assets			
0	2 217 113	Property under construction	6	0	2 217 114
7 156 606	10 125 797	Property, plant and equipment	6	16 888 091	22 389 553
7 156 606	12 342 910	Total tangible fixed assets		16 888 091	24 606 667
		Financial fixed assets			
39 888 894	39 888 894	Investments in subsidiaries	12		
0	0	Other receivables	13	162 080	151 248
39 888 894	39 888 894	Total financial fixed assets		162 080	151 248
47 167 559	52 400 043	Total fixed assets		17 172 230	24 926 154
		Current assets			
75 208	87 318	Inventories		1 785 789	123 929
75 208	87 318	Total inventories		1 785 789	123 929
		Receivables			
2 139 844	1 620 584	Trade debtors		2 599 939	1 374 125
218 828	1 414 338	Other debtors		1 174 067	2 031 054
1 739 174	11 636 940	Group debtors	14	0	0
4 097 847	14 671 862	Total receivables		3 774 006	3 405 179
1 639 264	5 260 460	Bank and deposits	6,13	13 046 944	41 617 248
1 639 264	5 260 460	Total bank and deposits		13 046 944	41 617 248
5 812 319	20 019 640	Total current assets		18 606 740	45 146 356
52 979 879	72 419 684	TOTAL ASSETS		35 778 970	70 072 511

Consolidated Statement of Financial Position

as of 31 December

Parent Company		Amounts in NOK	Note	Group	
2023	2022			2023	2022
		EQUITY AND LIABILITIES			
		Equity			
		Paid in capital			
535 208	530 490	Share capital	15	535 208	530 490
47 518 052	67 716 225	Share premium reserve	16	25 372 663	55 171 273
48 053 261	68 246 715	Total paid in capital	16	25 907 871	55 701 763
		Retained earnings			
48 053 261	68 246 715	Total equity	16	25 907 871	55 701 763
		Liabilities			
150 000	150 000	Other long-term liabilities	6	150 000	150 000
150 000	150 000	Total long-term liabilities		150 000	150 000
		Current liabilities			
369 754	1 315 015	Trade creditors		3 526 833	2 062 617
480 235	588 772	Public duties payable		668 595	781 225
3 926 628	2 119 181	Other short-term liabilities	17	5 525 672	11 376 905
4 776 618	4 022 969	Total current liabilities		9 721 099	14 220 748
4 926 618	4 172 969	Total liabilities		9 871 099	14 370 748
52 979 879	72 419 684	TOTAL EQUITY AND LIABILITIES		35 778 970	70 072 511

HØVIK, February 28, 2024.

Lars Henrik Amnell
Chair (sign.)

Markus Håkan Norström
Board member (sign.)

Pål Midtbøen
Board member (sign.)

Kurt Olof Dahlberg
Board member (sign.)

Slavica Djuric
CEO (sign.)

Consolidated Cash Flow Statement

Parent Company		Amounts in NOK	Group	
2023	2022		2023	2022
		Cash flows from operating activities		
-20 854 137	-21 014 261	Profit before tax	-32 220 076	-29 192 405
0	0	Taxes paid in the period	0	0
1 420 628	1 368 051	Depreciation and amortization	1 867 168	1 750 050
3 827 114	808 000	Write-down	3 827 114	808 000
12 110	-76 626	Change in inventories	-1 661 860	-78 155
-519 260	-1 515 312	Change in trade receivables	-1 225 814	-1 230 888
-945 261	-1 596 666	Change in trade payables	1 464 215	-1 038 235
0	0	Effect of exchange rate changes	921 263	225 207
1 086 971	3 287 584	Change in other working capital headings	4 701 261	3 739 555
-15 971 835	-18 739 230	Net cash flows from operating activities	-22 326 729	-25 016 871
		Cash flows from investing activities		
-15 257	-6 952 337	Investments in plant and equipment	-1 053 025	-13 133 396
9 897 766	-11 636 940	Loans to subsidiaries	0	0
0	-27 990 882	Increase in capital in subsidiary	0	0
9 882 509	-46 580 159	Net cash flows from investing activities	-1 053 025	-13 133 396
		Cash flows from financing activities		
1 807 447	1 342 672	Payments for short-term loans	-5 851 233	9 926 604
660 683	28 650 231	Payments of equity	660 683	28 901 516
2 468 130	29 992 903	Net cash flows from financing activities	-5 190 550	38 828 120
-3 621 196	-35 326 486	Net change in cash and cash equivalents	-28 570 304	677 853
5 260 460	40 586 946	Cash and cash equivalents at 1 Jan.	41 617 248	40 939 395
1 639 264	5 260 460	Cash and cash equivalents at 31 Dec.	13 046 944	41 617 248

Notes to the Condensed Consolidated Financial Statements

CORPORATE INFORMATION

Hynion is a hydrogen fuel company where the main business is to sell hydrogen fuel through hydrogen refueling stations owned by the company and to sell turn-key hydrogen refueling stations. Hynion was incorporated in 2019 and builds on legacy from Norsk Hydro, Statoil, and HYOP and Linde Gas. The company acquired two stations located in Norway from HYOP in 2019. In 2020, Hynion Sverige AB was established, and the company acquired an additional station in Göteborg. In 2022 Hynion Sverige AB acquired a station at Stockholm Arlanda, and in February 2023 a station in Sandviken was acquired.

In July 2022 Hynion Sverige AB was granted a grant of 61.4 MSEK to be used as full financing of building two large hydrogen refueling stations, one in Västerås and one in Jönköping. Hynion plans to expand the network over the next few years – aligned with the market demand.

Hynion's headquarter is in Oslo, Norway with activities in Norway and Sweden. The shares in the company are traded at Euronext Growth, Oslo under the ticker "HYN". Organization number 922 110 611.

BASIS FOR PREPARATION

The consolidated financial statements on 31. December 2023 incorporates the financial statements of the Company and its subsidiaries which referred to combined as "the Group". The consolidated financial statements of the Group comprise of consolidated statement of income, financial position, cash flow and related notes. The consolidated statements of the Group for the date 31 December 2023 have been prepared in compliance with the Accounting Act and accounting principles generally accepted in Norway (NGAAP).

PRESENTATION CURRENCY AND FUNCTIONAL CURRENCY

The consolidated financial statements of the Group are expressed in NOK (Norwegian kroner). The functional currency in Hynion Sverige AB (subsidiary) is in SEK /Swedish kronor. The functional currency in the parent company Hynion AS is in NOK.

BASIS OF CONSOLIDATION

The Group's consolidated financial statements comprise the parent company and its subsidiaries as of 31 December 2023. Consolidated entities have been assessed as being controlled by the Group during the reporting period.

The conversion difference is due to difference exchange rate between SEK and NOK in the subsidiary Hynion Sverige AB. P&L transactions in the subsidiary Hynion Sverige AB have been converted to average exchange rates in 2023 from SEK to NOK.

Intercompany transactions, balances and unrealized gains or losses on transactions between Group companies eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group. The group accounts can be handed over at the company's head office in Oslo, Norway.

CASH AND SHORTS-TERM DEPOSITS

Cash and cash equivalents in the consolidated statement of financial position and the consolidated statement of the cash flows includes cash and restricted cash with a restriction less than three months from end of the reporting period.

USE OF ESTIMATES

The preparation of financial statements in compliance with the Accounting Act requires the use of estimates. The application of the company's accounting principles also requires management to apply assessments. Areas which to great extent contain such assessments, a high degree of complexity, or areas in which assumptions and estimates are significant for the financial statements, are described in the notes.

REVENUES

Income from sale of goods and services is recognized at fair value of the consideration, net after deduction of VAT, returns, discounts and reductions. Sales are booked as income when the company has delivered its products to the customer and there are no unsatisfied commitments which may influence the customer's acceptance of the products. Delivery is not completed until the products have been sent to agreed place, and risks relating to loss and obsolescence have been transferred to the customer. Historical data is applied to estimate and recognize provisions for quantity rebates and returns at the sales date. Services are recognized in proportion to the work performed.

CLASSIFICATION OF BALANCE SHEET ITEMS

Assets intended for long term ownership or use have been classified as fixed assets. Assets relating to the trading cycle have been classified as current assets. Other receivables are classified as current assets if they are to be repaid within one year after the transaction date. Similar criteria apply to liabilities. First year's instalment on long-term liabilities and long-term receivables are, however, not classified as short-term liabilities and current assets.

PURCHASE COSTS

The purchase cost of assets includes the cost price for the asset, adjusted for bonuses, discounts and other rebates received, and purchase costs (freight, customs fees, public fees which are non-refundable and any other direct purchase costs). Purchases in foreign currencies are reflected in the balance sheet at the exchange rate at the transaction date.

For fixed assets and intangible assets purchase cost also includes direct expenses to prepare the asset for use, such as expenses for testing of the asset. Interest expense incurred in connection with the production of fixed assets is expensed.

PROPERTY, PLANT AND EQUIPMENT

Fixed assets are reflected in the balance sheet and depreciated to residual value over the asset's expected useful life on a straight-line basis. Direct maintenance of an asset is expensed under operating expenses and when it is incurred. Additions or improvements are added to the asset's cost price and depreciated together with the asset.

INVESTMENT IN SUBSIDIARIES

Investments are initially recognized at cost and assessed annually for impairment.

INVENTORIES

Inventories are valued at the lower of purchase cost (according to the FIFO principle) and net realized value.

TRADE AND OTHER RECEIVABLES

Trade debtors are recognized in the balance sheet after provision for bad debts. The bad debts provision is made on basis of an individual assessment of each debtor and additional provision is made for other debtors to cover expected losses.

FOREIGN CURRENCIES

Assets and liabilities in foreign currencies are valued at the exchange rate on the balance sheet date. Exchange gains and losses relating to sales and purchases in foreign currencies are recognized as financial income and expense.

LIABILITIES

Financial liabilities are measured using the amortized cost method.

PENSIONS

The pension scheme is financed through payments to an insurance company and qualifies as a defined contribution plan. After the contribution has been made, the company has no further commitment to pay. The contribution is recognized as payroll expenses.

THE CASHFLOW

The cash flow statement has been prepared according to the indirect method. Cash and cash equivalents include cash, bank deposits and other short-term liquid investments.

TAXES

The tax charge in the income statements includes both payable taxes for the period and changes in deferred tax. Under this heading is also included non-recoverable withholding tax and income tax resulting from prior year adjustments. Deferred tax is calculated at relevant tax rates on the basis of the temporary differences which exist between accounting and tax values, and any carryforward losses for tax purposes at the year-end.

Tax reduction on group contributions given and tax on group contribution received, booked as a reduction of cost price or taken directly to equity, are booked directly against tax in the balance sheet (offset against payable taxes if the group contribution has affected payable taxes, and offset against deferred taxes if the group contribution has affected deferred taxes).

Deferred tax is reflected at nominal value.

NOTE 1: REVENUES

Amounts in NOK	2023	2022
Geographical distribution (parent company)		
Norway	3 914 756	3 996 199
Geographical distribution (group)		
Norway	3 914 756	3 996 199
Sweden	716 710	160 091
Production distribution	2023	2022
Sale of hydrogen	4 631 466	4 156 290

NOTE 2: SALARIES AND PERSONNEL COSTS

Parent company

Amounts in NOK	2023	2022
Salaries, holiday pay etc.	5 656 201	5 424 904
Social security tax	921 305	906 625
Pension costs	451 198	575 219
Other personnel costs	42 418	108 124
Total	7 071 122	7 014 872
Average number of man-labour years	3.5	6

Group

Amounts in NOK	2023	2022
Salaries, holiday pay etc.	9 509 676	8 361 218
Social security tax	2 256 700	1 779 416
Pension costs	1 099 229	1 081 358
Other personnel costs	81 201	165 548
Total	12 946 806	11 387 540
Average number of man-labour years	6.5	9

The company is obligated to have pension plans pursuant to the Mandatory Occupational Pension Act. The company has a plan satisfying the legal requirements.

Share-based payments

Options/warrants in the parent company have been granted to executive management in Norway and Sweden. On 30 June 2022, the company had granted 878 811 options to Norwegian executive employees, and 1 426 477 warrants to Swedish key employees/board members. In Norway the option agreements were signed in 2022. There has still not been signed any agreements at 31 December 2023 with the Swedish key employees/board members. Each option gives the right to subscribe for one share. The options are given to key employees at an exercise price of NOK 2.5 per share, and with an exercise period between 15 March 2023 and 15 March 2024. It is a condition that the employee has not resigned before the start of each exercise period. As at 31 December 2023, the fair value of the agreement is put at NOK 0 according to the option price model in NRS 15 A. In the option agreement there is a cash alternative. In the financial statement, the board of directors has decided to post the event most likely to be exercised.

NOTE 3: REMUNERATION TO EXECUTIVES ETC.

Remuneration CEO

Amounts in NOK	CEO Hynion AS
Salary	2 327 833
Pension	64 168
Other remuneration	42 193
Total	2 434 194

Remuneration members of the Board

Amounts in NOK	Hynion AS	Hynion AS
Salary	1 058 083	0
Remuneration to the board	0	620 095
Pension	127 602	0
Other remuneration	64 946	0
Total	1 250 631	620 095

The former CEO has had an agreement for 12 months' severance pay if the company gives notice in writing to the CEO. The company's CEO received his written resignation on 30 January 2023. In 2023, the company has paid NOK. 1 590 000 in severance pay to the former CEO.

The company's current CEO has been hired from the subsidiary Hynion Sverige AB for NOK. 634 963.

NOTE 4: LOAN AND SECURITY TO EXECUTIVES ETC.

Neither members of the Board nor the CEO have any loan or security in Hynion AS.

NOTE 5: PENSIONS

The Group's companies in Norway, have defined contribution plans in accordance with local laws. The contribution plan covers all employees. Pension cost is 7 % of the salary between 1 G of 12 G, and 18.1 % of the salary between 7,1 G and 12 G.

NOTE 6: PROPERTY, PLANT AND EQUIPMENT

Parent Company

Amounts in NOK	Property under construction	Machines and equipment	Total
Gross value at cost as of 01.01.2023	2 217 114	12 676 256	14 893 370
Addition		15 257	15 257
Gross value at cost as of 31.12.2023	2 217 114	12 691 513	14 908 627
Accumulated depreciation as of 01.01.2023	0	-1 742 460	-1 742 460
Accumulated depreciation as of 31.12.2023	0	-3 116 908	-3 116 908
Accumulated write-down as of 01.01.2023	0	-808 000	-808 000
Accumulated write-down as of 31.12.2023	-2 217 114	-2 418 000	-4 635 114
Net book value 31.12.2023	0	7 156 605	7 156 605
Current year depreciation	0	-1 374 448	-1 374 448
Current year write-down	-2 217 114	-1 610 000	-3 827 114
<i>Useful lives</i>		3 – 10 years	

Group

Amounts in NOK	Property under construction	Machines and equipment	Total
Gross value at cost as of 01.01.2023	2 217 114	26 267 858	28 484 972
Addition	0	25 609 934	25 609 934
Plant and equipment paid for with grants	0	-28 513 156	-28 513 156
Gross value at cost as of 31.12.2023	2 217 114	23 364 636	25 581 750
Accumulated depreciation as of 01.01.2023	0	-2 227 662	-2 227 662
Accumulated depreciation as of 31.12.2023	0	-4 048 650	-4 048 650
Accumulated write-down as of 01.01.2023	0	-808 000	-808 000
Accumulated write-down as of 31.12.2023	-2 217 114	-2 418 000	-4 635 114
Conversion difference	0	-9 895	-9 895
Net book value 31.12.2023	0	16 888 091	16 888 091
Current year depreciation	0	-1 820 988	-1 820 988
Current year write-down	-2 217 114	-1 610 000	-3 827 114
<i>Useful lives</i>		3 – 15 years	

Related to the purchase of hydrogen refueling stations at Høvik, Porsgrunn and Arlanda in Sweden, the company has a future obligation to remove the stations. A total of NOK 806 291 has been set aside for this purpose. The funds are listed in the balance sheet in separate bank accounts.

In connection with the purchase, NOK 150 000 was paid from Hyop AS for Hynion AS to take over their obligation for removal in Porsgrunn. This is listed as Other long-term debt. The conversion difference is due to difference exchange rate between SEK and NOK in the subsidiary Hynion Sverige AB.

NOTE 7: CONCESSIONS, PATENTS, LICENSES ETC.

Parent company

Amounts in NOK	Website
Gross value at cost as of 01.01.2023	230 900
Addition	0
Gross value at cost as of 31.12.2023	230 900
Accumulated depreciation as of 01.01.2023	-62 661
Accumulated depreciation as of 2023	-108 841
Net book value 31.12.2023	122 059
Current year depreciation	-46 180
<i>Useful lives</i>	<i>5 years</i>

Group

Amounts in NOK	Website
Gross value at cost as of 01.01.2023	230 900
Addition	0
Gross value at cost as of 31.12.2023	230 900
Accumulated depreciation as of 01.01.2023	-62 661
Accumulated depreciation as of 31.12.2023	-108 841
Net book value 31.12.2023	122 059
Current year depreciation	-46 180
<i>Useful lives</i>	<i>5 years</i>

NOTE 8: OPERATIONAL LEASE AGREEMENTS

The parent company has operational lease agreements at Høvik and Herøya. The agreements can be terminated with 12 months' notice. Total rental cost per year for the plots amounts to NOK 325 430.

The subsidiary Hynion Sverige AB has 3 car leases that run until 2025. Annual cost for all 3 leases amounts to NOK 118 000. The group has no other significant leasing or rental agreements as of 31.12.2023.

NOTE 9: TRANSACTIONS WITH RELATED PARTIES

Amounts in NOK	2023	2022
Exelixa AB (Board member Hynion AS)	414 276	434 468
Lars Amnell Bygg (Chairman Hynion AS)	39 841	146 185
Total	454 117	580 653

NOTE 10: REMUNERATION TO AUDITOR

Group	2023	2022
Amounts in NOK		
Statutory audit	310 316	250 950
Other non-audit services	69 525	7 000
Total	379 841	257 950

The auditor's fee is exclusive of VAT.

NOTE 11: INCOME TAX**Parent company**

Amounts in NOK	2023	2022
Profit before tax	-20 854 137	-21 014 261
+/- Permanent differences	3 574 574	-6 446 272
+/- Change in temporary differences	8 719	-2 744
Tax basis of the year	-17 270 843	-27 463 277
Tax on ordinary result	0	0
Tax payable	0	0

Group

Amounts in NOK	2023	2022
Profit before tax	-32 220 076	-29 192 407
+/- Permanent differences	3 574 574	-6 446 272
+/- Change in temporary differences	48 419	-2 744
Tax basis of the year	-28 597 083	-35 641 423
Tax on ordinary result	0	0
Tax payable	0	0

Group tax on ordinary result

Amounts in NOK	2023	2022
Hynion AS	0	0
H-of-C AS	0	0
Hynion Sverige AB	0	0
Tax payable	0	0

NOTE 12: INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries are booked according to the cost method.

Company	Location	Ownership / voting rights	Equity per 1.1 (NOK)	Annual net loss (NOK)	Equity per 31.12 (NOK)
Hynion Sverige AB	Sweden	100%	27 346 498	-9 582 312	17 764 186
H-of-C AS	Norway	100%	1 286	-21 968	-20 682
Total			27 347 784	-9 604 280	17 743 504

Book value in Hynion AS

Company	Amount 1.1 (NOK)	Capital contribution (NOK)	Amount 31.12 (NOK)
Hynion Sverige AB	39 858 894	0	39 858 894
H-of-C AS	30 000	0	30 000
Total	39 888 894	0	39 888 894

The capital contribution to the subsidiary in Sweden has been used for investments and operations.

Investment in the Swedish subsidiary is a long-term investment that is still being established. The public sector in Sweden has also provided public support for the construction of hydrogen stations. The boards opinion is that there is no basis for a write-down of shares in the subsidiary. For further information see also note 17.

NOTE 13: CASH AND BANK DEPOSITS

Parent company

Amounts in NOK	2023	2022
Employees' tax deduction	117 545	315 540
Deposits for future obligations	655 654	650 371

Group

Amounts in NOK	2023	2022
Employees' tax deduction	117 545	315 540
Deposits for future obligations	817 734	801 619

The employees' tax deduction relates to parent company. For further information on future obligations, see note 6.

NOTE 14: SHORT TERM RECEIVABLES AND SHORT-TERM LIABILITIES

Amounts in NOK	2023	2022
Loan agreement to Hynion Sverige AB	1 717 378	11 627 190
Short-term receivable to H-of-C AS	21 797	9 750
Total	1 739 174	11 636 940

In December 2022, the parent company granted a short-term loan to the subsidiary Hynion Sverige AS of SEK 12 300 000, converted to NOK 11 627 190 exchange rate 31.12.22. Interest costs in 2023 are SEK 169 500, converted to NOK 169 274 exchange rate 31.12.23. The rest of the loan will be repaid during 2024. The parent company has no security for the loan.

NOTE 15: SHAREHOLDERS

Share class	Number of shares	Nominal value	Book value (NOK)
Ordinary shares	107 041 667	0.005	535 208
Total	107 041 667		535 208

Share class	Number of shares	Ownership	Share class
Avanza Bank AB 1) 3)	41 188 953	38.48%	Ordinary shares
Svenska Handelsbanken AB 2)	22 760 882	21.26%	Ordinary shares
Nordnet Bank AB	6 813 577	6.37%	Ordinary shares
Midtbøen Pål	3 200 857	2.99%	Ordinary shares
Clearstream Banking S.A	2 988 168	2.79%	Ordinary shares
Nordea Bank Abp 3)	2 070 974	1.93%	Ordinary shares
Skandinaviska Enskilda Banken AB	1 536 984	1.44%	Ordinary shares
Skandinaviska Enskilda Banken AB	1 518 381	1.42%	Ordinary shares
Swedbank AB 3)	1 471 485	1.37%	Ordinary shares
Sørlund Bjørn Leo	1 250 960	1.17%	Ordinary shares
Eriksen Ulf	961 152	0.90%	Ordinary shares
Eiken Jon Carsten	650 000	0.61%	Ordinary shares
Wardy Mohammed Abdullah	600 000	0.56%	Ordinary shares
Nordnet Livsforsikring AS	595 136	0.56%	Ordinary shares
Knutsen Roger Tjostolf	526 000	0.49%	Ordinary shares
Goldeneye AS	522 500	0.49%	Ordinary shares
Erikstølen AS	500 000	0.47%	Ordinary shares
Jakobsen Bjørn	405 001	0.38%	Ordinary shares
Andresen Tom-Erik	328 117	0.31%	Ordinary shares
Garg Jagat Lal	320 000	0.30%	Ordinary shares
Other shareholders	16 832 540	15.73%	Ordinary shares
Total	107 041 667	100%	

- 1) Lars Amnell holds 8 485 750 shares listed under Avanza Bank AB. 2 720 000 shares indirectly through the company Ami Capital and 5 765 750 shares directly.
- 2) Kurt Dahlberg holds 9 948 464 shares listed under Svenska Handelsbanken. 300 000 shares indirectly through the company Exelixa AB, 200 000 shares indirectly through the company Goldnos AB, and 9 448 464 shares are held directly.
- 3) Slavica Djuric holds 1 468 000 shares listed under Avanza Bank and Nordea Bank ABP. 100 000 shares held indirectly through SLJ Consulting and 1 368 000 directly.

1 086 340 options/warrants have been awarded as compensation to shareholders formerly holding shares with additional voting rights (the "Compensation options"), which have been cancelled in connection with the application for listing. The compensation options (warrants for Swedish shareholders) can be exercised once the trading price of the shares in the company has increased by 100% compared to the price of the time of listing on Euronext Growth. The compensation Options/warrants carry a strike price of NOK 2.50 per share. The conditions are met, but there have been no options exercised by 31 December 2023.

Board of directors

Name	Position	Served since	No. of shares held	Options	Warrants
Lars Amnell	Chair	03/03/2021	8 485 750	356 619	92 250
Kurt Dahlberg	Board member	28/04/2019	9 948 464	794 600	476 200
Pål Midtbøen	Board member	01/01/2019	3 200 857	555 432	47 619
Markus Norström	Board member	15/11/2022	150 000	0	50 000
Total			21 785 071	1 706 651	666 069

Members of the board of directors hold options as a compensation to shareholders formerly holding shares with additional voting rights (the "Compensation options"), which have been cancelled in connection with the application for listing and as key employees. Listed above are the total options/warrants held by members of the board of directors. Lars Amnell only holds options as a key employee.

There has by 31 December 2023 not been signed any compensation warrants for the Swedish shareholders. So far only the Norwegian shareholders have signed compensation options. Total number of signed compensation options 455 852. Of signed compensations options 397 626 is signed by Norwegian management.

Management

Name	Position	No. of shares held	No. of opt. / warrants as Key employee	No. of compensat. options / warrants	Warrants from Rights Issue 2023
Vibeke Schønfeldt	CFO	0	0	0	0
Pål Midtbøen	CTO	3 200 857	356 619	198 813	47 619
Slavica Djuric ³⁾	CEO	1 468 123	356 619	43 176	96 000
Torgny Eriksson	CPO	625 425	0	0	0
Total		5 294 405	713 238	241 989	143 619

For further information on options/warrants for Key employees, see note 2.

NOTE 16: SHAREHOLDERS EQUITY

Parent company

	Share capital	Share premium	Total equity
Equity changes during the year			
Equity 01.01.2023	530 490	67 716 225	68 246 715
Increase share capital	4 719	655 964	660 683
Loss of the year		-20 854 137	-20 854 137
Equity 2023	535 209	47 518 052	48 053 261

Group

	Share capital	Share premium	Total equity
Equity changes during the year			
Equity 01.01.2023	530 490	55 171 273	55 701 763
Increase share capital	4 719	655 964	660 683
Loss of the year		-32 219 419	-32 219 419
Conversion difference		1 764 844	1 764 844
Equity 2023	535 209	25 372 662	25 907 871

The conversion difference is due to difference exchange rate between SEK and NOK in the subsidiary Hynion Sverige AB. P&L transactions in the subsidiary Hynion Sverige AB have been converted to average exchange rates in 2023 from SEK to NOK.

NOTE 17: PUBLIC SUBSIDIARIES

Hynion Sverige AB was granted public subsidies in 2022 to build 2 hydrogen refueling stations in Sweden. The total amount granted was SEK 61 400 000. Of this, the company received SEK 26 487 960 in 2022 and SEK 19 612 040 in 2023. The rest SEK 15 300 000 is expected to be received in 2024.

All grants received in 2022 and 2023 has been used to purchase modules for the hydrogen refueling station. The grant is settled against activated purchases. The acquisition and the subsidy used will therefore not appear in the accounts.

Auditor's Report



PLUS REVISJON AS
Audit & Advisory

BankID Signing
Gard Greger Kjærland Olsen
2024-02-29

To the General Meeting of Hynion AS

Independent auditor's report

Opinion

We have audited the financial statements of Hynion AS (the company), showing a loss of NOK 20 854 137 in the financial statements of the company and a loss of NOK 32 220 076 in the financial statements of the Group.

The financial statements comprise:

- The financial statements of the company, which comprise the balance sheet as at 31 December 2023, and income statement, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and
- The financial statements of the group, which comprise the balance sheet as at 31 December 2023, and income statement, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion:

- The financial statements comply with applicable statutory requirements,
- The financial statements give a true and fair view of the financial position of the company as at 31 December 2023, and of its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and
- The financial statements give a true and fair view of the financial position of the group as at 31 December 2023, and of its financial performance and its cash flows for the year then ended in accordance with Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company and the Group as required by relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Board of Directors and the Managing Director (management) are responsible for the information in the Board of Directors' report and the other information presented with the financial statements. The other information comprises Letter from the CEO. Our opinion on the financial statements does

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Gard Greger Kjærland Olsen
2024-02-29

not cover the information in the Board of Directors' report or the other information presented with the financial statements.

In connection with our audit of the financial statements, our responsibility is to read the information in the Board of Directors' report and for the other information presented with the financial statements. The purpose is to consider if there is material inconsistency between the information in the Board of Directors' report and the other information presented with the financial statements and the financial statements or our knowledge obtained in the audit, or otherwise the information in the Board of Directors' report and for the other information presented with the financial statements otherwise appears to be materially misstated. We are required to report that fact if there is a material misstatement in the Board of Directors' report and the other information presented with the financial statements. We have nothing to report in this regard.

Based on our knowledge obtained in the audit, in our opinion the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable statutory requirements

Responsibilities of management for the Financial Statements

The Board of Directors and the Managing Director (management) are responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to:

<https://revisorforeningen.no/revisjonsberetninger>

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Audit & Advisory

BankID Signing
Gard Greger Kjærland Olsen
2024-02-29

Oslo, 29 February 2024
Plus Revisjon AS

Gard Greger Kjærland Olsen
State Authorised Public Accountant
(This document is signed electronically)

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