

Interim report third quarter 2019



Interim report 2019

Third Quarter, July-September 2019
(last year's figures within brackets)

- Net sales amounted to 15,089 (11,091) thousand SEK
- Operating income, before items affecting comparability, amounted to -16,645 (-10,822) thousand SEK
- Operating income amounted to -16,745 (-10,822)
- Income after tax amounted to -9,717 (-11,107) thousand SEK
- Operating cash flow amounted to -24,317 (-34,635) thousand SEK
- Base earnings per share amounted to -0.2 (-0.2) SEK

Accumulated, January-September 2019
(last year's figures within brackets)

- Net sales amounted to 39,867 (32,411) thousand SEK
- Operating income, before items affecting comparability, amounted to -51,162 (-49,746) thousand SEK
- Operating income amounted to 477,171 (-49,746)
- Income after tax amounted to 478,988 (-50,412) thousand SEK
- Operating cash flow amounted to 390,593 (-69,818) thousand SEK
- Diluted earnings per share amounted to 9.2 (-0.9) thousand SEK

FINANCIAL HIGHLIGHTS

Thousand SEK	Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Net sales	15,089	11,091	39,867	32,411
Operating income before items affecting comparability	-16,645	-10,822	-51,162	-49,746
Operating income	-16,745	-10,822	477,171	-49,746
Income after tax	-9,717	-11,107	478,988	-50,412
Basic and diluted earnings per share, SEK	-0.2	-0.2	9.2	-0.9
Net debt/equity ratio, %	83.1%	60.5%	83.1%	60.5%
Operating cash flow	-24,316	-34,635	390,593	-69,818

Definitions, please see page 18.

Important events in July-September 2019

- Received a follow-on order for PowerCell S3 fuel cell stack from a global automotive OEM
- Bosch presented fuel cell system based on PowerCell S3 fuel cell stack on the automotive fair IAA in Frankfurt
- Received a follow-on order for S2 fuel cell stacks from a Chinese automotive supplier
- Received an order for fuel cell system for tests in trucks from the German university RWTH Aachen
- Wuhan Tiger to take delivery of an additional 4 PowerCell S2 fuel cell stacks

Important events after period-end of first quarter

- Received a new follow-on order for PowerCell S3 fuel cell stacks from a global automotive OEM
- Announced PowerCell's participation in EU project regarding fuel cell electrification of heavy-duty trucks
- Announced the launch of PowerCell's Chinese subsidiary

Higher deliveries to China behind continued increase in sales



Net sales for the third quarter 2019 increased with 36% to MSEK 15 compared to MSEK 11 the same period last year and is mainly attributed to larger deliveries to China. The urgent need to reduce the emissions of carbon dioxide is driving electrification of new segments and to more tests with fuel cells and hydrogen. This also drives our larger deliveries to China as well as our participation in the first extensive European field tests of heavy-duty electric trucks with fuel cells, which we communicated after period-end.

The slightly lower gross margin for the period is a consequence of our decision to prioritize a strategically important but technically more complex fuel cell system order. The adaptations required to meet the customer's demands for this specific order had a negative impact on the margin but also allowed us to develop our technology which will be beneficial to us in addressing other segments.

To decrease the emissions of carbon dioxide and hazardous pollutants electrification is taking place with an increasing number of segments and the development that started within the car segment will most likely continue to spread to other applications – everything from boats to construction equipment and diesel locomotives are now being electrified. PowerCell sees great opportunities for the fuel cell technology within all these segments, but for the time being it is still mainly the automotive segment that generates our sales. The Bosch agreement signed in April this year gives Bosch an exclusive license to sell PowerCell's new and improved S3 to the automotive segment. In the report for the second quarter of 2019, we noted that this agreement is likely to have a negative impact on our topline during a transition period. During the third quarter we have not experienced such decline due to a combination of a developing demand in China for our products and continued sales of our S2 stack to the automotive segment.

In order to decrease the emissions of carbon dioxide and hazardous air pollutants from vehicles, the Chinese Government has introduced subsidies for electric vehicles. Initially these were geared towards battery electric vehicles but over time the subsidies on these types of vehicles have been phased out in favor for subsidies on vehicles that have been electrified with fuel cells. Among the reasons for this change of policy is the challenge to build enough charging infrastructure in a country where a mid-sized city has 10 million inhabitants and where a vast majority of people live in apartment buildings. Another reason is the lack of power that has followed when the number of battery electric vehicles has increased. These circumstances have been positive for our business in China where we currently have several buses in daily field tests equipped with our PowerCell S2. To take full advantage of the change-over in China we decided in May to establish a subsidiary there. After the period-end we have, as we communicated, obtained all required permissions and are ready to run.

The increased climate awareness and the urgent need to phase out fossil fuels is finally leading to more extensive field tests with heavy-duty fuel cell vehicles also in Europe. After the quarter-end we could announce our participation in H2Haul, a European project where we jointly with Iveco and Fiat Powertrain will electrify several heavy-duty trucks with fuel cells and hydrogen. The trucks will be used in daily operations by major logistics and retail companies, like BMW logistics and Carrefour in Germany, Belgium, Switzerland and France.

The increase in interest in the fuel cell technology in Europe is also linked to the strict emissions regulations for vehicles that the EU have passed over the past year and that will be introduced in two steps starting already in 2025. These regulations pose a tough challenge for the automotive industry but the manufacturers have no choice but to quickly try to find ways of reducing the average emissions per kilometer. For heavy-duty transportation, and compared to 2019, these must be reduced by 15 percent by 2025 and by 30 percent by 2030.

As it is impossible to improve the efficiency of diesel engine enough to meet these demands, the only remaining alternative is an increased electrification of the drive-train. An electrification relying purely on batteries is no viable option for heavy-duty transportation as the charging times will be too long and the range, uptime and the payload capacity too small. These circumstances start to have strategic implications for the heavy-duty engine industry itself. Chinese Weichai Motors, the world's largest manufacturer of heavy-duty diesel engines, acquired earlier this year 19.9 percent of the Canadian fuel cell manufacturer Ballard and in July, the large American engine manufacturer Cummins, bought Hydrogenics, one of our competitors.

Our partnership with Bosch has provided PowerCell with an extraordinary opportunity to benefit from the increased interest for the fuel cell technology from automotive manufacturers all over the world. Bosch remains the leading supplier to the automotive industry and through this partnership we get unparalleled possibilities to deliver our technology to all major automotive manufacturers. In addition to this, the German industrial project Autostack Industrie, where we develop a fuel cell stack for mass production jointly with BMW, Daimler, Ford and Volkswagen, continues and runs according to plan.

Our partnership with Bosch also strengthened our balance sheet and opened new and very interesting opportunities. The partnership has induced, as communicated before, a review of our strategic priorities, a work that is progressing according to plan and on which I will come back in the coming quarters.

Per Wassén

President and CEO PowerCell Sweden AB

Income and financial position

THE GROUP

Total sales and income for the third quarter 2019

Sales for the period July to September 2019 amounted to 15,089 (11,091) thousand SEK. The increase is mainly attributable to higher deliveries to China and to higher deliveries of customized fuel cell systems. Sales for the period January to September 2019 amounted to 39,867 (32,411) thousand SEK. The increase during the period is mainly attributable to increased deliveries of S3 fuel cell stacks, to higher deliveries to China and to higher deliveries of customized fuel cell systems.

Other operating income for the period, which mainly consists of grants, amounted to 4,505 (3,884) thousand SEK.

Operating income before items affecting comparability amounted to -16,645 (-10,822) thousand SEK. The lower income is mainly attributable to higher costs for sales and administration and to higher costs for research and development, mainly driven by the joint development project on S3 with Bosch. Operating income for the period January to September 2019 amounted to 477,171 (-49,746) thousand SEK. The improved operating income during the period is mainly attributable to the license fee related to the Bosch agreement.

The increase in financial costs is mainly attributable to a re-evaluation of bank assets in Euro at period-end.

Liquidity and cash flow

The operating cash flow for the period amounted to -24,317 thousand SEK compared to -34,635 thousand SEK for the same period last year. The improvement in the cashflow is mainly attributable to a lower build-up of inventories compared to the same period last year, and to EU grant payments. The cashflow was also affected by an amortization of approximately MSEK 1 on a conditional loan, linked to the development of the S2, from the Swedish Energy Agency.

15 percent of the Bosch payment is still withheld temporarily in accordance with German tax regulations which is why the Bosch agreement is not fully reflected in the cashflow for the period. PowerCell estimates that the payment will take place during the second half of 2019, as previously communicated.

The Group's financial position and liquidity are satisfactory. Cash and cash equivalents at September 30, 2019 amounted to SEK 485,147 thousand SEK.

Investments

Total investments of 173 thousand SEK were made during the period (393).

THE PARENTAL COMPANY

Sales and operating income for the third quarter 2019

Sales for the period July to September 2019 amounted to 15,089 (11,091) thousand SEK. The increase is mainly attributable to higher deliveries to China and to higher deliveries of customized fuel cell systems.

Other operating income for the period, which mainly consists of grant funding, amounted to 4,505 (3,884) thousand SEK. Operating income before items affecting comparability amounted to -16,891 (-10,688) for the period. The lower income is mainly attributable to higher costs for selling

and administration and to higher costs for research and development, mainly driven by the joint development project with Bosch regarding PowerCell S3.

Significant risks in brief for the group and the parental company

Through its operations, PowerCell is exposed to risks and uncertainties. For more extensive information of the most significant risks, please see the risk section in the Annual Report. Since the Annual Report was released the company has a lower financial risk but an increased currency exposure following the license fee payment from Bosch in Euro.

Personnel

At quarter-end, the Group had 48 (40) employees measured as full-time equivalents, FTE.

The Group implemented a stock option program for senior executives in June 2018. The program comprises 273,624 options where each warrant gives the right to subscribe to one new share at the subscription price SEK 33.21 during the period May 1, 2020 to May 31, 2020. The dilution from the program amounts to a maximum of 0.5 percent.

The share

The share is listed on First North at Nasdaq Stockholm (PCELL, ISIN code: SE 000 642 5815, LEI code 54930075IJ7TGOK3VC02). The share capital of PowerCell amounts per September 30, 2019 to SEK 1,141,113.82 and is divided into 51,868,810 shares with a par value of SEK 0.022.

Ownership per September 30, 2019*

	No of shares	Ownership
Midroc New Technology	5,848,531	11.3%
Fouriertransform	5,848,531	11.3%
Finindus	4,138,114	8.0%
Avanza Pension	3 104 719	6.0%
Others	32 928 915	63.5%
Total	51,868,810	100.0%

* Source: Euroclear

Upcoming reports

Interim report Q4, 27 February 2019

Annual meeting, 24 April 2020

Interim report Q1, 8 May 2020

Interim report Q2, 20 August 2020

Gothenburg, October 31, 2019

Per Wassén
CEO

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

FINANCIAL REPORTS

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amounts in Thousand SEK	Note	Financial period			
		Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Net sales	4	15,089	11,091	39,867	32,411
Cost of goods sold		-11,595	-6,080	-28,009	-22,238
Gross profit		3,494	5,011	11,858	10,173
Selling and administrative costs	5	-7,343	-6,110	-25,270	-21,023
Research and development costs		-18,235	-13,053	-54,357	-47,707
Other operating income	8	4,505	3,884	17,195	11,307
Other operating costs		1,010	-135	317	-1,068
		-77	-419	-906	-1,428
Portion of profit after tax from associated companies recognized in accordance with the equity method					
Operating income before items affecting comparability		-16,645	-10,822	-51,162	-49,746
Items affecting comparability	7	-100	-	528 333	-
Operating profit (loss) after items affecting comparability		-16,745	-10,822	477,171	-49,746
Financial expenses		7,064	-239	1,898	-582
Net financial items		7,064	-239	1,898	-582
Profit (loss) before tax		-9,681	-11,061	479,069	-50,328
Income tax		-36	-46	-81	-84
Profit (loss) for the period		-9,717	-11,107	478,988	-50,412
Other comprehensive income:					
Items that may be reclassified to profit or loss					
Exchange differences from foreign operations		15	21	36	49
Other comprehensive income for the period		15	21	36	49
Total comprehensive income for the period		-9,702	-11,086	479,023	-50,363

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

Earnings per share, calculated on profit (loss) for the year attributable to Parent Company shareholders of ordinary shares:

		Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Amounts in SEK					
Earnings per share, basic	6	-0,2	-0,2	9,3	-0,9
Earnings per share, diluted	6	-0,2	-0,2	9,2	-0,9

CONDENSED GROUP STATEMENT OF FINANCIAL POSITION

Amounts in Thousand SEK

	Note	Sept 30, 2019	Dec 31,
ASSETS			
Non-current assets			
Intangible assets		1,774	1,143
Right of use (leasing)		52,304	-
Tangible fixed assets		22,863	40,886
Financial assets		717	1,623
Total non-current assets		77,658	43,652
Current assets			
Inventories		49,667	32,723
Current receivables		117,532	42,488
Cash and cash equivalents		485,147	98,254
Total current assets		652,346	173,465
TOTAL ASSETS		730,04	217,117

Amounts in Thousand SEK

	Note	Sept 30, 2019	Dec 31, 2018
EQUITY AND LIABILITIES			
Equity attributable to Parent Company shareholders			
Share capital		1,141	1,141
Other contributed capital		625,926	625,926
Reserves		-7	-42
Retained earnings (including profit (loss) for the year)		-20,788	-499,776
Total equity attributable to Parent Company shareholders		606,272	127,249
LIABILITIES			
Non-current liabilities		82,049	46,586
Current liabilities		41,683	43,282
Total liabilities		123,721	89,868
TOTAL EQUITY AND LIABILITIES		730,004	217,117

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Amounts in KSEK	Attributable to shareholders of the Parent Company						
	Note	Share capital	Ongoing new share issue	Other contributed capital	Reserves	Retained earnings incl. profit (loss) for the year	Total equity
Opening balance at January 1, 2018		1,137	4	625,488	-5	-437,914	188,710
Profit (loss) for the period		-	-	-	-	-61,862	-61,862
Other comprehensive income for the period		-	-	-	-37	-	-37
Total comprehensive income for the period		-	-	-	-37	-61,862	-61,899
Transactions with shareholders in their role as owners							
Registered new share issue		4	-4	-	-	-	-
Option proceeds		-	-	438	-	-	438
Closing balance at December 31, 2018		1,141	-	625,926	-42	-499,776	127,249
	Note	Share capital	Ongoing new share issue	Other contributed capital	Reserves	Retained earnings incl. profit (loss) for the year	Total equity
Opening balance at January 1, 2019		1,141		625,926	-42	-499,776	127,249
Profit (loss) for the period		-	-	-	-	478,988	478,988
Other comprehensive income for the year		-	-	-	35	-	21
Total comprehensive income for the year		-	-	-	35	478,988	479,023
Closing balance at September 30, 2019		1,141	-	625,926	-7	-20,788	606,272

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

Amounts in Thousand SEK	Note	Financial period			
		Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Cash flow from operating activities					
Operating profit (loss)		-16,745	-10,822	477,171	-49,746
Adjustments for non-cash items		3,024	-4,357	8,863	7,346
Interest paid		-153	-239	-457	-582
Cash flow from operating activities before changes in working capital		-13,874	-15,418	485,577	-42,982
Cash flow before changes in working capital					
Increase/decrease of inventories		-7,483	-12,169	-16,944	-17,924
Increase/decrease of current receivables		2,877	-1,554	-75,357	-4,549
Increase/decrease of current liabilities		-5,836	-5,494	-3,683	-4,363
Total changes in working capital		-10,442	-19,217	-94,984	-26,836
Cash flow from operating activities		-24,316	-34,635	390,593	-69,818
Cash flow from investing activities					
Acquisitions of tangible and intangible assets		-173	-393	-266	-15,092
Disposals of tangible and intangible assets		-	-	-	-1,702
Cash flow from investing activities		-173	-393	-266	-16,794
Cash flow from financing activities					
Amortization		-1,054		-1,054	
Repayment of leasing liability		-1,954	-533	-5,764	-977
Option proceeds		-	-	-	438
Cash flow from financing activities		-3,008	-533	-6,818	-539
Decrease/increase of cash and cash equivalents		-27,497	-35,560	383,509	-87,151
Opening cash and cash equivalents		505,086	166,530	98,254	218,121
Effects of exchange rate changes on cash and cash equivalents		7,558	-	3,384	-
Closing cash and cash equivalents		485,147	130,970	485,147	130,970

CONDENSED PARENT COMPANY INCOME STATEMENT

Amounts in Thousand SEK	Note	Financial period			
		Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Net sales		15,089	11,091	39,867	32,411
Cost of goods sold		-11,594	-6,080	-28,009	-22,238
Gross profit		3,495	5,011	11,858	10,173
Selling and administrative costs		-6,191	-6,395	-25,284	-21,489
Research and development costs		-19,708	-13,053	-55,530	-47,707
Other operating income		4,505	3,884	17,195	11,307
Other operating costs		1,008	-135	317	-1,068
Operating income (loss) before items affecting comparability		-16,891	-10,688	-51,444	-48,784
Items affecting comparability		-99	-	528,333	-
Operating profit (loss)		-16,990	-10,688	476,889	-48,784
Profit (loss) from financial items					
Interest costs and similar items		7,404	-154	2,927	-457
Total profit (loss) from financial items		7,404	-154	2,927	-457
		-9,586	-10,842	479,816	-49,241
Profit (loss) after financial items					
Tax on profit (loss) for the period		-	-	-	-
Profit (loss) for the period		-9,586	-10,842	479,816	-49,241

In the Parent Company, there are no items recognized as other comprehensive income, which is why total comprehensive income corresponds to profit (loss) for the year.

CONDENSED PARENT COMPANY BALANCE SHEET

Amounts in Thousand SEK	Note	Sep 30, 2019	Dec 31, 2018
ASSETS			
Non-current assets			
Intangible assets		1,774	1,143
Tangible fixed assets		22,863	30,536
Financial assets		3,777	3,560
Total non-current assets		28,414	35,239
Current assets			
Inventories		49,667	32,723
Current receivables		118,997	42,868
Cash and bank		484,190	97,461
Total current assets		652,854	173,052
TOTAL ASSETS		681,268	208,291

Amounts in Thousand SEK	Note	Sep 30, 2019	Dec 31, 2018
EQUITY AND LIABILITIES			
Restricted equity			
Share capital		1,141	1,141
Total restricted equity		1,141	1,141
Non-restricted equity			
Share premium reserve		546,425	545,988
Retained loss		-419,392	-358,248
Profit (loss) for the period		479,816	-61,145
Total non-restricted equity		606,849	126,595
Total equity		607,990	127,736
LIABILITIES			
Non-current liabilities		38,800	39,854
Current liabilities		34,478	40,701
Total liabilities		73,278	80,555
TOTAL EQUITY AND LIABILITIES		681,268	208,291

Notes to the consolidated statements

1 General

PowerCell Sweden AB (publ) (PowerCell), Corp. Id. No 556759-8353 is a Parent Company registered in Sweden and domiciled in Gothenburg, with address Ruskvädersgatan 12, 418 34 Gothenburg, Sweden.

The Board has approved this consolidated financial statement for publication on 31 October 2019.

All amounts are stated in SEK thousand (KSEK) unless stated otherwise. Amounts in brackets refer to the comparative year.

2 Accounting policies

Powercell applies IFRS as endorsed by the EU. The accounting policies and definitions adopted are consistent with those described in the Powercell Group Annual Report 2018 with the exception of the implementation of IFRS 16 detailed under section New accounting principles 2019. This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The Parent Company applies RFR 2 *Accounting for legal entities* and the Swedish Annual Accounts Act.

New accounting principles 2019

IFRS 16 *Leases* enters into force for financial year beginning on the January 1, 2019. The standard requires that assets and liabilities attributable to all leases, with a few exceptions, are recognized in the balance sheet. This recognition is based on the view that the lessee has a right to use an asset during a specific period of time and at the same time has an obligation to pay for this right. Reporting for the lessor will, in all significant aspects, be unchanged. The Group has chosen to apply the simplified transition method and no revaluation of comparative figures has been done. Right of use will therefore be valued according to the remaining leasing debt at the opening of 2019. The implementation of IFRS 16 *Leases* have only had minor effects on the Interim report. Therefor no quarterly comparative presentation of the effects is deemed necessary.

New accounting policy regarding Leases as of 1 January 2019

Powercell only acts in the capacity of lessee. The Group's leases mainly comprise the right-of-use regarding premises and vehicles. The leases are recognised as a right-of-use asset with a corresponding lease liability when the leased asset is available for use by the Group. Short-term leases and leases for which the underlying asset is of low value are exempted.

Each lease payment should be divided between amortisation of the lease liability and a financial cost. The financial cost should be allocated over the lease term, so that each reporting period is charged with an amount corresponding to a fixed interest rate for the liability recognised under each period.

The lease term is determined as the non-cancellable period of the lease, together with periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option, and periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option.

The Group's lease liabilities are recognised at the present value of the Group's fixed lease payments (including in-substance fixed lease payments). Purchase options are included if it is reasonably certain that Powercell will exercise the option to acquire the underlying asset. Penalties for terminating the lease are included if the lease term reflects that the lessee will exercise an option to cancel the lease. Lease payments are discounted with the interest rate implicit in the lease, if this rate can easily be determined. Otherwise, the Group's incremental borrowing rate is applied.

The Group's right-of-use assets are recognised at cost, and include initial present value of the lease liability, adjusted for lease payment made at or before the commencement date and any initial direct expenses. Restoration costs are included in the asset if a corresponding provision for restoration costs exists. The right-to-use asset is depreciated on a straight-line basis over the asset's useful life and the lease term, whichever is the shortest.

Items affecting comparability

Powercell has chosen to present items affecting comparability separately. These costs of non-recurring items may refer to preparatory actions for initiating a move to the Nasdaq main list. Examples of items included are legal fees and consultations, fees to auditors and other external consultants as well as personnel costs. In addition, the license payment from Bosch, and

currency effects related to the license payment, are presented as items affecting comparability to make it easier to compare the underlying performance with earlier periods.

4 Net sales

Revenue

As revenue from external parties are reported to the CEO, it is valued in the same way as in the consolidated statement of comprehensive income. The main part of revenue is recognized at one point in time.

	Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Revenue from external customers				
Hardware	11,773	10,841	35,205	31,803
Services	3,315	250	4,662	608
Total	15,089	11,091	39,867	32,411

5 Related party transactions

Since December 19, 2014, PowerCell Sweden AB (publ) is listed on Nasdaq First North Stockholm. Principal shareholder at June 30, 2019 is Midroc New Technology, Fouriertransform and Finindus who's participating interest is 30,5%.

The following related party transactions have been performed:	Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
<i>(a) Purchases of services</i>				
André Martin Consulting	-	43	13	118
Total	-	43	13	118

The above transactions are deemed to constitute related party transactions, as the principal of the related party company is a member of the Company's Board of Directors. Purchased services during 2017 and 2018 comprise solely consulting services. Services are purchased from and sold to related parties at arm's length and are in accordance with the current transfer pricing policy. Services are purchased at full cost, and are, too, regulated by the valid current transfer pricing policy.

6 Earnings per share

	Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
SEK				
Earnings per share, basic	-0,2	-0,2	9,3	-0,9
Earnings per share, diluted	-0,2	-0,2	9,2	-0,9
Performance measures used in the calculation of earnings per share				
Profit/loss attributable to the shareholders of the Parent Company used in the calculation of earnings per share, basic and diluted				
Profit (loss) attributable to Parent Company shareholders, Thousand SEK	-9,422	-10,842	479,980	-49,241
Number				
Weighted average number of ordinary shares at the calculation of earnings per share, basic				
	51,868,810	51,868,810	51,868,810	51,868,810
Adjustment for the calculation of earnings per share, diluted				
	52,040,578	51,868,810	52,015,246	51,868,810
Options				
Weighted average number of ordinary shares and potential ordinary shares used as the denominator at the calculation of earnings per share, diluted				
	171,768	-	146,436	-

7 Items affecting comparability

	Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Costs related to the initiation process to move to Nasdaq main list	-100	-	-4,202	-
Initial license payment from Bosch	-	-	529,101	-
One-time currency effect relating to the Bosch payment	-	-	3,434	-
Total	-100	-	528,333	-

8 Other operating income

	Jul-Sep 2019	Jul-Sep 2018	Jan-Sep 2019	Jan-Sep 2018
Currency exchange gains	195	192	514	658
Grants	4,310	3,692	16,681	10,649
Total	4,505	3,884	17,195	11,307

Definitions

Solidity

Equity in relation to total assets

Earnings per share

Profit after tax in relation to the number of shares

PowerCell Sweden AB in brief

PowerCell Sweden AB (publ) develops and produces fuel cell stacks and fuel cell systems for stationary and mobile applications with a world class energy density. The fuel cells are powered by hydrogen, pure or reformed, and produce electricity and heat with no emissions other than water. As the stacks and systems are compact, modular and scalable, they are easily adjusted to any customer need.

PowerCell was founded in 2008 as an industrial spinout from the Volvo Group. The share (PCELL) is since 2014 subject to trade at Nasdaq First North Stockholm with G&W Fondkommission as Certified Adviser.

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The English version is an in house-translation. In case of any discrepancy, the Swedish text will prevail.