



BoMill

Adds more value
to your grain



INTERIM REPORT APRIL 1 – JUNE 30, 2022

CEO COMMENT

COMMERCIAL JOURNEY GOT OFF TO A GREAT START WITH BOMILL INSIGHT™ UNVEILED TO MARKET

“In the second quarter of 2022, our commercial journey really got off to a start, with the solid support of our shareholders. We introduced our high-capacity sorting equipment “BoMill InSight™” to the market, started its field testing and received an order from Gl. Buurholt”



Operating in an interdependent global economy

During the second quarter, the uncertainty in our immediate vicinity remained and the global economy continued to be strongly affected. Like many other companies, we expect continued disruptions in the market and supply chain, such as delays and shortage of electrical components and commodity products along with higher energy prices. Today, our exposure is limited, but we are proactively monitoring the supply situation in order to quickly adapt to rapid changes.

As the war in Ukraine continues, more companies are focused on securing their supply by looking for new ways to optimize harvests and locally source grain. Challenges related to the global grain supply as well as stricter regulations, makes the quality of the grain an important factor. The BoMill technology offers new capabilities by ensuring quality while reducing the loss of valuable quantities of grain.

Oversubscribed new share issue paves way for rollout

In May, we are pleased that both new and current shareholders decided to support us and the upcoming launch of BoMill InSight™ by participating in the new share issue, which was oversubscribed to 105,6 %. With this capitalization of 21,3 MSEK after transaction costs, BoMill has secured a financial position to move forward with the commercial rollout.

Introducing BoMill InSight™ to the market

In June, we unveiled our modular high-capacity sorting equipment BoMill InSight™. The new grain sorting equipment can sort grain lots, kernel by kernel, based on each single kernel's internal properties at an industrial speed and scale. Its modular design, with a scalable capacity from 2mt/hour and up to 15mt/hour, offers a competitive option for large grain processors as well as for lower volume customers. The order from Gl. Buurholt during the quarter is a clear indication of this.

As planned, by the end of June, we initiated the first industrial field-testing of BoMill InSight™ in collaboration with the Swedish grain mill Lilla Harrie Valskvarn, part of the Pågen Group, which is the market leading bakery in Sweden.

Preparing for commercial rollout

As our team is gearing up for the roll-out of BoMill InSight™ in the coming months, the ongoing field testing is the foundation for building a solid business case. The field testing enables us to identify and debug problems on the equipment in an industrial environment, and to generate data and insights for our marketing material and technical product information.

In parallel with the preparations for rollout, we are making our premises ready for future assembling of BoMill InSight™. The assembling will be done in-house as this helps controlling costs and gives full control of the manufacturing process.

With the solid and strong support of our shareholders, we are eager to showcase BoMill InSight™ to the market and excited to take the next steps in our commercial journey.



Andreas Jeppsson, CEO

ABOUT BOMILL AB

BoMill develops and sells advanced sorting equipment for the grain and food industries. Its proprietary patented technology allows accurate grain sorting at an industrial scale, based on the internal properties of each individual kernel. In that way, every viable grain can be used for what it is best suited for. While reducing the waste of valuable resources, BoMill's single kernel sorting method also helps the food industry maximizing the use and value of grain in a way that was not possible before.

VISION

BoMill's vision is to become the world's leading provider and partner for commercial scale sorting solutions, based on the composition and structure of each individual kernel.

MISSION

BoMill's mission is to improve food safety by removing toxic kernels from a grain lot and increasing food security by sorting according to quality parameters such as protein content.



CHALLENGES IN THE GRAIN INDUSTRY

Today grain is the world's second most traded commodity, after oil and a critical staple food – facing a global challenge.

With a growing global population, there is a huge demand to maximize food volume, quality and yields from existing land. Factors such as climate change, the



prevalence of toxins, poor production conditions and geopolitical uncertainty increase the risk of food shortage, through fluctuations in crop volumes and quality. This may result in a deterioration of the global food supply in the future.

Additional challenges such as stricter regulations related to grain handling and consumers' demand for sustainable food products are creating changing conditions for the food industry.

The grain value chain must find new ways to maximize the value of harvests. BoMill's offering brings a unique opportunity to optimize processes and create value for the various stakeholders in the food chain.

A SUSTAINABLE SOLUTION

Being organic materials, individual kernels of a grain load can have very different internal compositions. Traditional methods give an average quality for the load, based on a few samples, but do not consider variations within that load. Some of the grains produced today can thus be wasted or misused when processed.

BoMill's sorting system is a sustainable solution, taking advantage of quality variations to maximize the use of grain for the right type of food production, which means that each grain batch can find its appropriate place in the value chain and can be used for what it is most suitable for.

PRODUCT OFFERING

BoMill's grain sorting technology has so far resulted in three commercial products, IQ for grain samples, TriQ for use on a smaller commercial scale and BoMill InSight™ recently launched for large industrial sorting up to 15 tons per hour.

BUSINESS MODEL

BoMill generates revenue through B2B sales and offers the grain industry sorting equipment that can be integrated into their existing sorting facilities or mobile units. BoMill has its own sales organization for the markets in Europe as well as agents / distributors in the markets in North America. The company's business model is initially implemented through a feasibility study, leading to a sales agreement. In the aftermarket, BoMill offers service and maintenance of sold equipment.

TECHNOLOGY AND PATENT

A smart and unique technology

BoMill's technology for sorting grain is based on near-infrared technology in transmittance mode, or "NIR / T, near-infrared light analysis". Unlike today's optical sorting equipment, which only performs a visual analysis by assessing the surface area and shape of kernels, BoMill's equipment can analyze and sort each kernel based on its structural and chemical composition. This means an opportunity to create homogeneous fractions of grain that enable process optimization for food production.

An active patent strategy

BoMill has a structured patent strategy in place and continuously submits new patent applications in markets around the world to develop a strong market position and competitive advantage.

The company currently has a large number of registered patents strategically spread around the world and ongoing patent applications.



FINANCIAL OVERVIEW

Results and financial position April - June 2022

Net sales during the second quarter amounted to KSEK 0 (KSEK 25). Other operating income during the second quarter amounted to KSEK 49 (KSEK 408). During 2021 other operating income consisted of contributions from an EU project finalized in February 2022. Capitalized income amounted to KSEK 528 (KSEK 0).

Net income after financial items during the second quarter amounted to KSEK -6 415 (KSEK -7 541), while net income per share amounted to SEK -0,25 (SEK -0,63).

Cash flow during the second quarter amounted to KSEK 15 507 (KSEK -5 812). At the end of June, BoMill had a cash position of KSEK 25 311 (KSEK 11 516).

Orders received as of June 30, 2022, amounted to MSEK 2,8 (MSEK 0). Considering current financial position and expected revenue the Board estimates the working capital to be sufficient for covering the coming twelve (12) months of operation.

Investments

During the second quarter, investments in intangible assets (patents) amounted to KSEK 859 (KSEK 28). During the second quarter, investments in tangible assets amounted to KSEK 53 (KSEK 0).

Results and financial position January - June 2022

Net sales during the first six months amounted to KSEK 452 (KSEK 66). Other operating income during the period amounted to KSEK 352 (KSEK 1 259). During 2021 other operating income consisted of contributions from an EU project finalized in February 2022. Capitalized income amounted to KSEK 688 (KSEK 128).

Net income after financial items during the first six months amounted to KSEK -11 701 (KSEK -12 719), while net income per share amounted to SEK -0,57 (SEK -1,07).

Cash flow during the period amounted to KSEK 10 769 (KSEK -13 830).

Investments

During the period, investments in intangible assets (patents) amounted to KSEK 1 142 (KSEK 247), and investments in tangible assets amounted to KSEK 86 (KSEK 18).

Staff and organization

As of June 30, 2022, BoMill had 10 employees (14).

The share

There is one class of shares in BoMill. The share was listed at Nasdaq First North Growth Market on October 20, 2020, under the ticker "BOMILL.

As of June 30, 2022, the number of shares in the Company amounted to 46 529 070 (11 929 400).

Shareholders

The table below presents major shareholders in BoMill as per June 30, 2022

Name	Shares	Votes
Henrik Hedlund	5 404 494	11,62%
Nordnet Pensionsförsäkring AB	4 901 265	10,53%
Sven Mattsson	3 769 464	8,10%
Theodor Jeansson	3 358 195	6,10%
Ponderus Invest AB	2 986 843	6,42%
Mosiki Svenska AB	2 693 994	5,79%
Capagro SAS	2 384 732	5,13%
Largest shareholders	25 498 987	54,80%
<i>Others</i>	21 030 083	45,20%
TOTAL	46 529 070	100,00%

Net result per weighted average share 2021-2022

Period	Q2 2022	Q2 2021	Q1-Q2 2022	Q1-Q2 2021	2021
Weighted average of shares	25 849 483	11 929 400	20 679 587	11 929 400	13 174 580
Net result/share (SEK)	-0,25	-0,63	-0,57	-1,07	-1,72

Related party transactions during January-June 2022

During the period the following transactions were made between BoMill and related parties.

	Q2 2022	Q1-Q2 2022
Treeridge AB, (Per Heander)	202	415
BB Vål AB, (Bo Löfqvist)	85	339

Certified Adviser

Svensk Kapitalmarknadsgranskning AB is appointed the Company's Certified Adviser.

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Principles for the preparation of the quarterly report

This report has been established in accordance with Swedish Annual Accounts Act and BFNAR 2012:1 (K3). The same accounting policies and calculation methods have been applied for the Company as in the 2021 Annual Report.

Information about risks and uncertainties

BoMill's business is exposed to several risks, including both operational and financial risks. The operational risks mainly comprise uncertainty concerning product development, supplier agreements, product liability and distribution. For a more detailed description of the risks and uncertainties to which BoMill is exposed, see the risk analysis in the 2022 memorandum for the latest share issue, available on BoMill's website:

www.bomill.com/files/Share_issue_2022/BoMill_AB-Memorandum_share_issue_2022.pdf

Auditor's review

This report has not been subject to review by the Company's auditor.



Financial calendar

- Q3 report, November 18, 2022
- Year-end report, February 15, 2023
- Q1 report and AGM, May 11, 2023

Company information

BoMill AB (publ), organizational number 556556-4332, is a public company based in Malmö.

Contact person for further information

If you have any questions, please contact Andreas Jeppsson, CEO.

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INCOME STATEMENT

KSEK	2022-04-01	2021-04-01	2022-01-01	2021-01-01	2021-01-01
	2022-06-30	2021-06-30	2022-06-30	2021-06-30	2021-12-31
Income					
Net sales	0	25	452	66	983
Activated work for own account	528	0	688	128	694
Other operating income	49	408	352	1 259	2 862
Total Income	576	433	1 492	1 453	4 539
Operating expenses					
Raw materials and consumables	-436	-1	-681	-6	-1 514
Other external expenses	-2 502	-3 789	-4 732	-6 421	-10 815
Staff costs	-3 513	-3 506	-6 692	-6 429	-12 337
Depreciation and write-downs of tangible and intangible fixed assets	-554	-625	-1 099	-1 248	-2 522
Other operating expenses	-3	-53	-16	-54	-66
Total operating expenses	-7 008	-7 974	-13 220	-14 158	-27 254
Operating profit/loss	-6 432	-7 541	-11 728	-12 705	-22 715
Income from financial items					
Income from other securities and receivables that are fixed assets	17	0	26	0	12
Interest expenses and similar items	0	0	0	-14	-15
	17	0	26	-14	-3
Income after financial items	-6 415	-7 541	-11 701	-12 719	-22 718
Income for the period	-6 415	-7 541	-11 701	-12 719	-22 718

BALANCE SHEET

KSEK	2022-06-30	2021-06-30	2021-12-31
ASSETS			
FIXED ASSETS			
Intangible fixed assets			
Balanced expenses for development work and similar work	4 225	4 604	4 252
Patents and intellectual rights	1 484	945	1 237
	5 708	5 549	5 489
Tangible fixed assets			
Invested costs in other property	1 381	1 478	1 429
Equipment, tools and installations	497	351	539
	1 878	1 829	1 968
Financial assets			
Shares in group companies	8	8	8
Receivables from group companies	86	48	60
	94	56	68
Total fixed assets	7 680	7 434	7 525
CURRENT ASSETS			
Inventories			
Raw materials and consumables	495	287	286
Commercial goods	1 315	2 755	1 315
	1 810	3 042	1 601
Receivables			
Accounts receivables	93	25	586
Other receivables	1 010	795	695
Prepaid expenses and accrued income	577	494	750
	1 681	1 313	2 031
Cash and bank			
Cash and bank	25 311	11 516	14 542
Total cash and bank	25 311	11 516	14 542
Total current assets	28 801	15 871	18 174
TOTAL ASSETS	36 482	23 305	25 699

BALANCE SHEET

KSEK	2022-06-30	2021-06-30	2021-12-31
EQUITY AND LIABILITIES			
EQUITY			
Restricted equity			
Share capital	23 265	11 929	15 510
Reserve fund	20	20	20
Development expenditure fund	4 583	5 063	4 252
	27 867	17 012	19 782
Non-restricted equity			
Capital surplus	165 619	142 258	152 051
Accumulated profit or loss	-149 319	-127 204	-126 271
Profit/loss for the year	-11 701	-12 719	-22 718
	4 598	2 335	3 062
Total equity	32 466	19 347	22 844
LIABILITIES			
Current liabilities			
Accounts payable	1 699	1 210	1 100
Tax payable	232	214	232
Other payables	536	1 186	395
Accrued expenses and deferred income	1 550	1 348	1 127
Total current liabilities	4 016	3 958	2 855
TOTAL EQUITY AND LIABILITIES	36 482	23 305	25 699

CHANGE IN EQUITY

JANUARY 1, 2022 – JUNE 30, 2022						
KSEK	Restricted equity			Unrestricted equity		
	Share capital	Reserve fund	Fund for development costs	Share premium fund	Other unrestricted equity	Total equity
Equity 2022-01-01	15 510	20	4 252	152 051	-148 989	22 844
The result of the period					-11 701	-11 701
Capitalization of development costs			849		-849	0
Depreciation resolution during the period			-518		518	0
Reduction of share capital	-7 755			7 755		0
Share issue	15 510			7 755		23 265
Costs related to share issue				-1 941		-1 941
Equity at the end of the period	23 265	20	4 583	165 619	-161 021	32 466

JANUARY 1, 2021 – JUNE 30, 2021						
KSEK	Restricted equity			Unrestricted equity		
	Share capital	Reserve fund	Fund for development costs	Share premium fund	Other unrestricted equity	Total equity
Equity 2021-01-01	11 929	20	5 393	142 162	-127 520	31 984
The result of the period					-12 719	-12 719
Capitalization of development costs			128		-128	0
Depreciation resolution during the period			-459		459	0
Warrants					82	82
Equity at the end of the period	11 929	20	5 063	142 162	-139 826	19 347

JANUARY 1, 2021 – DECEMBER 31, 2021						
KSEK	Restricted equity			Unrestricted equity		
	Share capital	Reserve fund	Fund for development costs	Share premium fund	Other unrestricted equity	Total equity
Equity 2021-01-01	11 929	20	5 393	142 162	-127 520	31 984
The result of the year					-22 718	-22 718
Capitalization of development costs			694		-694	0
Depreciation resolution during the year			-1 835		1 835	0
Share issue	3 580			10 748		14 328
Costs related to share issue				-859		-859
Warrants					108	108
Equity at year-end 2021	15 510	20	4 252	152 051	-148 989	22 844

CASH FLOW STATEMENT

KSEK	2022-04-01 2022-06-30	2021-04-01 2021-06-30	2022-01-01 2022-06-30	2021-01-01 2021-06-30	2021-01-01 2021-12-31
Operating activities					
Income after financial items	-6 415	-7 541	-11 701	-12 719	-22 718
Adjustments for items not included in cash flow etc.	536	675	1 073	1 301	3 969
Cash flow from operating activities	-5 879	-6 866	-10 629	-11 418	-18 749
Cash flow from changes in working capital					
Increase (+)/decrease (-) in inventory	-75	1	-208	6	0
Increase (+)/decrease (-) in operating receivables	457	-284	351	-192	-911
Increase (+)/decrease (-) in operating liabilities	592	1 364	1 160	-1 040	-2 142
Cash flow from operating activities	-4 904	-5 785	-9 326	-12 644	-21 802
Investing activities					
Acquisition of intangible fixed assets	-859	-28	-1 142	-247	-1 316
Acquisition of property, plant, and equipment	-53	0	-86	-18	-263
Cash flow from investing activities	-912	-28	-1 228	-265	-1 579
Financing activities					
Issue of shares	21 323	0	21 323	0	13 470
Issue of warrants	0	0	0	82	107
Amortization of loans	0	0	0	-1 000	-1 000
Cash flow from financing activities	21 323	0	21 323	-919	12 577
Cash flow for the period	15 507	-5 812	10 769	-13 830	-10 804
Cash at the beginning of the period	9 804	17 329	14 542	25 346	25 346
Cash at the end of the period	25 311	11 516	25 311	11 516	14 542



BOARD DECLARATION

The Board of Directors and the CEO certify that these consolidated financial statements and the January – June report of 2022 have been prepared in accordance with Swedish Accounts Legislation and BFNAR 2012:1 (K3) and give a fair view of the Company's financial position and results of operations.

Malmö, August 24, 2022

Board of Directors





BoMill

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