

Net Trading Group NTG AB (publ)

Interim report

1 January–30 June 2021

The Board of Directors and the CEO of Net Trading Group NTG AB (publ) hereby submit the interim report for the first half of 2021.

Summary of Group for the May–June 2021 period

- **Net sales amounted to kSEK 83 (–)**
- **Operating loss amounted to kSEK -6,244 (–)**
- **Diluted earnings per share SEK -0.01 (–)**
- **Cash and cash equivalents at period end amounted to kSEK 4,694 (–)**

Summary of Parent Company for the April–June 2021 period

- **Net sales amounted to kSEK 0 (-55)**
- **Operating loss amounted to kSEK -2,451 (-498)**
- **Cash and cash equivalents at period end amounted to kSEK 644 (570)**

Summary of Parent Company for the January–June 2021 period

- **Net sales amounted to kSEK 0 (48)**
- **Operating loss amounted to kSEK -2,913 (-1,348)**

Significant events during the period

NTG

- Election of new board consisting of Reidar Michaelsen (chairman), Steven Royce (board member) and Nicolas Brun-Lie (board member)
- Hired Lars Christian Beitnes as new CEO
- Raised 7 MSEK in equity in a private placement

Rock Energy

- Signed LOI with Orkufelagid, a Faroe Islands based energy company, on developing geothermal energy in the form of heat and electricity to replace their current reliance on oil
- Signed LOIs and discussions with several onshore fish farmers on the west coast of Norway
- In advanced stages with Nordic energy users for the geothermal Well++ energy solution (4-6,000m depth)
- Discussions with several large real estate developers in the Nordics
- Discussions with several district heating systems and municipalities in the Nordics
- Received European requests for the conversion and recompletion of old oil and gas producing wells for geothermal purposes

Lightcircle

- Signed distribution agreement with ChargeHome Scandinavia AB, for sales of Lightcircle products starting Q3-2021
- Signed distribution agreement with Amazon EU and US for sales of Lightcircle products starting Q3 -2021
- Completed product development for Varsku, the new product that is the world's first alarm socket to prevent and warn of future fires in the socket
- Signed new distribution channel with the new eCommerce concept and platform Swapbox, launched together with Elbilgrossisten for flexible leasing of charging boxes in Norway, as the entry market to build revenues growth from late Q3-2021

Significant events after the end of the period

NTG

- Board of directors called for an extraordinary general meeting to change the name of the Company to GET Group AB
- NTG continues to pursue multiple avenues of finance and has received term sheets for funding of both its business growth and ownership in energy producing asset

Lightcircle

- Entered into a collaboration agreement with Snøhetta, a leading architect and design company, for the development of the standard wall socket of the future based on Lightcircle's smart technology

CEO Lars Christian Beitnes' comments to the group's activities during Q2-2021

As CEO of Net Trading Group NTG AB (publ) ('NTG') I have been presented with the opportunity to navigate the new waters ahead for a new direction for NTG.

Before my engagement, NTG had a well-known e-commerce platform for the sale of FMCG (Fast Moving Consumer Goods) in the Nordic Market. This platform was based on certain legal, tax and structural aspects which were all changed in 2019. By the end of 2020, NTG had moved to change its direction through a reverse acquisition by Lightcircle AS ('Lightcircle'). The FMCG business had been exited in a number of moves and the energy market had been entered. In early 2021, discussions were entered into with Rock Energy Group Limited ('Rock Energy'). This culminated in a further reverse acquisition of NTG by Rock Energy in April 2021.

By April 2021, NTG stood as the holding company of two innovative and unique subsidiaries. Rock Energy is active in the renewable energy sector offering sustainable energy from deep energy wells. Rock Energy's business model is based on a combination of a) delivering turnkey energy plants to major energy users with future royalty payments, b) selling energy by building, owning and operating their own plants; and c) licensing their ground-breaking technology to third-parties in other parts of the world. Lightcircle is a creator of new technology which increases energy efficiency and safety, and extends into smarthome products. Lightcircle provides its algorithm based technology for products that need charging, products that have permanent "on" requirements and the charging of Electric Vehicles, Scooters and Bikes.

In addition to the innovation that each subsidiary has, it brings a synergy to the NTG Group. NTG is now a holding company of an energy group. Rock Energy sources renewable energy from the constantly-available energy in the earth. Lightcircle is the creator and manufacturer of products enabling safer, more efficient use of energy. NTG envisages the next stage being an integrated Group product where the energy is produced by Rock Energy (clean, green, everlasting and sustainable) and that energy is utilised by users through Lightcircle's safe and efficient use products – maximising economy of both energy use and cost. Rock Energy provides green, sustainable energy used safely, efficiently and sustainably.

To our knowledge, there is no such Group in existence elsewhere.

Not only is this Group innovating the Energy sector but it is doing it with an environmental drive. Sustainable energy used sustainably.

Since my appointment 30 June 2021 the management team have consulted with highly reputable branding professionals in Stockholm and carried out a rebranding process over the summer, where the focus has been on building the future identity of NTG and its group. The board of directors have called for an extraordinary general meeting to change the name of NTG to GET Group AB. GET comes from G_Eo Thermal energy but stands for our mission to get energy and data to our customers, as well as give them energy in a more abstract sense. Rock Energy is already getting energy from the ground and Lightcircle is already getting data from its sockets. We envisage getting a lot more in the months and years to come.

On an ongoing basis, the ability to source energy where the energy is needed reduces the need for grid infrastructure and infrastructure transmission inefficiencies. This, and the use of the sustainable energy at that location, means that this Group is a powerful disruptor to the market with real efficiencies to be made and costs to be saved. Hence the long-term viability of the Group and the Group's products and services is assured.

NTG continues to pursue multiple avenues of finance and has received term sheets for funding of both its business growth and ownership in energy producing asset. This will be revised on a continual basis to ensure that NTG is accessing capital in the most efficient manner both for now and for how it is to be strategically placed moving forward. This plan envisages real value creation for shareholders and the ability to pay dividends in the medium term.

NTG has re-positioned itself in the sustainable energy sector with two innovative subsidiaries. NTG sees the opportunity as an essential to the modern world and presently considers itself to be the only Group positioned to take advantage of such a change in direction. Below is an overview of the activities in the two subsidiaries during Q2-2021.

Rock Energy

Rock Energy received a solid number of project requests during Q2-2021 and is currently evaluating a double-digit number of projects.

The market focus for Rock Energy during Q2-2021 remained in the Nordics, the UK and Northern Europe from where there are multiple enquiries. Detailed feasibility assessments are ongoing with commercial energy users such as fish farms, green-houses, airports, district heating systems, industrial sites and property developments located in both remote and urban areas. These sectors are guiding on requiring large amounts of independent base-load heat energy, in addition to some electric power where suitable, and prove to be the primary markets for Rock Energy.

During Q2-2021 Rock Energy has signed multiple LOIs with energy users and partnered with some of the best service providers in the oil and gas industry.

During Q2-2021 Rock Energy has received requests for the conversion and recompletion of old oil and gas producing wells for geothermal purposes. This opens a completely new business segment, where Rock Energy have first-hand competence and knowledge, allowing Rock Energy to take a leading position in this space.

During Q2-2021 there has been further development of the EPC (Engineering, Procurement and Construction) and IPP (Independent Power Producer) business models. Both models provide revenue to Rock Energy through turn-key construction contracts for wells and surface equipment. Long term revenue sources are realised through O&M contracts and dividends from SPVs.

Lightcircle

The first two quarters of 2021 involved four main activities: a) adapting to a new global situation in the electronics components markets, b) establishing new distribution channels, c) finalisation of the new version of the smart socket and fire alarm product Varsku, replacing Kokong in Q3/Q4-2021; and d) the first phase in establishing a new product portfolio in cooperation with the world acknowledged architect firm Snøhetta.

Lack of supply has influenced the Q2-2021 revenue, but more deliveries are promised in Q3-2021 with the promise of further improvements in Q4-2021.

Signed distribution agreement with ChargeHome Scandinavia AB and Amazon EU & US for sales of Lightcircle products starting Q3 -2021. The new eCommerce concept and platform Swapbox has been added as an additional distribution channel through which to build revenue growth from late Q3-2021.

Development is finalized for Varsku and the first deliveries are expected in Q3-2021. The integrated Wifi-model opens new market opportunities through both B2B and B2C markets. Recurring revenue in the form of subscriptions for alerts and software upgrades are currently evaluated to be included in the revenue stream.

The introduction phase of establishing a new product portfolio in cooperation with Snøhetta was concluded. The parties consider that the product portfolio is revolutionary and will change the way rooms can be designed in the future. Lightcircle will continue to investigate details and cost related to production before launching the next phase of the cooperation with Snøhetta.

Lars Christian Beitnes
CEO Net Trading Group NTG AB (publ)

Condensed consolidated income statement

May–Jun

Amounts in SEK

2021

Net sales	82,510
Other revenue	0
Goods for resale	-83,547
Other external expenses	-4,056,253
Personnel expenses	-2,039,499
Depreciation/amortisation of tangible and intangible assets	-119,016
Other expenses	-28,401
Operating loss	-6,244,206
Loss from financial items	-11,327
Loss before tax	-6,255,533
Tax	0
Loss for the period	-6,255,533
Earnings per share, SEK	-0.01
Diluted earnings per share, SEK	-0.01
Average number of shares*)	678,669,686

Condensed consolidated balance sheet

Amounts in kSEK

30 Jun 2021

Assets

Fixed assets

Total intangible assets	4,858,063
Total tangible assets	248,018
Total financial assets	78,288
Total fixed assets	5,184,369

Current assets

Inventories	36,070
Other receivables	2,233,195
Cash and bank balances	4,694,336
Total current assets	6,953,601
Total assets	12,137,970

Equity and liabilities

Equity

Total equity	7,949,667
Current liabilities	4,188,303
Total equity and liabilities	12,137,970

Condensed consolidated cash-flow statement

Amounts in kSEK

**May–Jun
2021**

Loss after financial items	-6,255,533
Adjustments for non-cash items	146,047
Cash flow from operating activities before changes in working capital	-6,109,486
Cash flow from changes in working capital	326,375
Cash flow from operating activities	-5,783,111
Cash flow from investing activities	-954,074
Cash flow from financing activities	0
Cash flow for the period	-6,737,185
Opening cash and cash equivalents	11,431,521
Closing cash and cash equivalents	4,694,336

Consolidated changes in equity Amounts in kSEK	Share capital	Other contribute d capital	Loss for the period	Total equity
Equity 1 May 2021	46,290	-32,084		14,206
Loss for the period			-6,256	-6,256
Equity 30 Mar 2021	46,290	-32,084	-6,256	7,950

Consolidated key performance indicators	May–Jun 2021
Net sales, kSEK	83
Operating loss, kSEK	-6,244
Loss for the period, kSEK	-6,244
Basic earnings per share, SEK	-0.01
Diluted earnings per share, SEK	-0.01
Equity per share, SEK	0.01
Return on equity, %	neg.
Equity/assets ratio, %	65,5
Average number of employees*	15
Average number of shares	678,669,686
Number of shares**	898,024,525
Number of TO outstanding	41,008,175

*) Employees engaged as consultants

**) At end of period

KPI definitions

Return on equity, %:	Profit/loss after tax as a percentage of average equity.
Equity/assets ratio, %:	Equity in relation to total assets
Earnings per share, SEK:	Profit/loss after tax divided by average number of shares.
Equity per share, SEK:	Equity in relation to the number of shares at the end of the period.

Condensed Parent Company income statement

Amounts in SEK	<i>Apr–Jun</i>		<i>Jan–Jun</i>		<i>Jan–Dec</i>
	2021	2020	2021	2020	2020
Net sales	0	-54,697	0	48,214	48,214
Other revenue	0	12,829	0	487,996	498,314
Other external expenses	-2,438,075	-418,448	-2,800,875	-1,771,304	-2,300,707
Personnel expenses	0	0	-98,565	94,615	28,905
Depreciation/amortisation of tangible and intangible assets	0	-26,154	0	-52,308	-122,825
Other expenses	-13,314	-11,691	-13,370	-155,540	-160,793
Operating loss	-2,451,389	-498,161	-2,912,810	-1,348,327	-2,008,892
Loss from financial items	83,155	-157,756	36,295	514,720	95,810
Loss before tax	-2,368,234	-655,917	-2,876,515	-833,607	-1,913,082
Tax	0	0	0	0	0
Loss for the period	-2,368,234	-655,917	-2,876,515	-833,607	-1,913,082

Condensed Parent Company balance sheet

Amounts in SEK	30 Jun 2021	30 Jun 2020	31 Dec 2020
Assets			
<i>Fixed assets</i>			
Total intangible assets	0	42,071	0
Total tangible assets	0	28,446	0
Total financial assets	416,903,472	0	16,903,472
Total fixed assets	416,903,472	70,517	16,903,472
<i>Current assets</i>			
Receivables from Group companies	8,256,148	0	3,256,148
Other receivables	723,725	600,205	895,459
Prepaid expenses	106,212	33,911	9,050
Cash and bank balances	643,866	569,972	18,915,305
Total current assets	9,729,951	1,204,088	23,075,962
Total assets	426,633,423	1,274,605	39,979,434
Equity and liabilities			
<i>Equity</i>			
Total equity	425,987,321	1,147,135	29,851,508
Current liabilities	646,102	127,470	10,127,926
Total equity and liabilities	426,633,423	1,274,605	39,979,434

Condensed Parent Company cash-flow statement

Amounts in SEK

	<i>Apr–Jun 2021</i>	<i>Apr–Jun 2020</i>	<i>Jan–Jun 2021</i>	<i>Jan–Jun 2020</i>	<i>Jan–Dec 2020</i>
Loss after financial items	-2,368,234	-655,917	-2,876,515	-833,607	-1,913,082
Adjustments for non-cash items					
Cash flow from operating activities before changes in working capital	0	183,910	0	693,450	763,967
	-2,368,234	-472,007	-2,876,515	-140,157	-1,149,115
Cash flow from changes in working capital	-2,065,582	767,614	-8,407,252	-642,404	5,831,511
Cash flow from operating activities	-4,433,816	295,607	-11,283,767	-782,561	4,682,396
Cash flow from investing activities	0	-20,000	0	79,626	79,626
Cash flow from financing activities	-962,672	0	-6,987,672	0	12,880,376
Cash flow for the period	-5,396,488	275,607	-18,271,439	-702,935	17,642,398
Opening cash and cash equivalents	6,040,354	294,365	18,915,305	1,272,907	1,272,907
Closing cash and cash equivalents	643,866	569,972	643,866	569,972	18,915,305

Net sales

During the first half of the year, the Group's net sales amounted to kSEK 83 (-). The Parent Company's net sales amounted to kSEK 0 (103)

Operating loss

The Group's operating loss for the first half of year was kSEK -6,256 (-). The Parent Company's operating loss was kSEK -2 877 (-834).

Financial status

At 30 June, the Group's cash and cash equivalents amounted to kSEK 4 694 (-). Cash and cash equivalents in the Parent Company amounted to kSEK 644 (570).

Risks and uncertainties

NTG's operations are affected by a number of factors, which individually or taken together may entail a risk for operations and earnings. For risks and uncertainties, refer to the 2020 Annual Report and the memorandum prepared in connection with the new issue in December 2020, which are available on NTG's website and can be ordered from NTG.

Number of shares outstanding

At 30 June, share capital amounted to SEK 46,289,648.25, distributed between 898,024,525 shares. The share's quotient value is SEK 0.051546. The share has been listed on Nordic Growth Market – NGM MTF (www.ngm.se) with the ticker NTGR MTF since 7 June 2017.

Accounting policies

In November 2020, 100% of shares was acquired in the Norwegian company Lightcircle AS. The purchase consideration comprised newly issued shares in Net Trading Group AB, which meant the owners of Lightcircle AS obtained a voting majority in Net Trading Group NTG AB. The acquisition was therefore reported in accordance with the rules for reverse acquisitions in K3 19.6, which entail that Lightcircle AS is presented as the acquirer and that Net Trading Group's consolidated accounts are a continuation of Lightcircle AS's accounts, even though Net Trading Group AB is the legal Parent Company. Given that Lightcircle AS had no subsidiaries on the acquisition date, the Group is established following the acquisition and there are no comparative periods at 31 December 2020. Net Trading Group is not considered to conduct commercial activities, and accordingly goodwill is not recognised in the acquisition.

In May 2021, 100% of shares was acquired in the UK company Rock Energy Group Limited. The purchase consideration comprised newly issued shares in Net Trading Group NTG AB, which meant the owners of Rock Energy Group Limited obtained a voting majority in Net Trading Group NTG AB. The acquisition was reported as a reverse acquisition, as above.

Otherwise, the preparation of this interim report has used the same accounting policies and measurement methods as the latest annual report. As in previous reports, this interim report has been prepared in accordance with the going concern principle. The company applies accounting rules in accordance with the Annual Accounts Act and the Swedish Accounting Standards Board's general guidelines.

Review

This report has not been audited.

Reporting calendar

Interim report January–September 2021	25 November 2021
Year-end report 2021	24 February 2022

The Annual General Meeting was held on 30 June 2021. The Annual Report is available from the company's website www.ntginvestor.se and can also be obtained from the company by e-mail ir@ntginvestor.se.

Assurance

The Board of Directors and the CEO hereby certify that the interim report provides a true and fair overview of the company's operations, financial position and earnings, and describes the significant risks and uncertainties to which the company is exposed. All forward-looking statements in this report are based on the company's best assessment at the date of the report. As with all forecasts, these statements contain risks and uncertainties, which could mean the actual outcome may differ.

Gothenburg, 26 August 2021
Net Trading Group NTG AB (publ)
Board of Directors and the CEO

For further information, please contact: e-mail ir@ntginvestor.se

This information is information that Net Trading Group NTG AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact persons set out above, on 26 August 2021 at 08:00 a.m.

Net Trading Group NTG AB (publ) (ticker symbol: NTGR) is a holistic Nordic ESG company that owns unique technology related to energy production and energy saving via Rock Energy and Lightcircle, respectively. Our technology enables us to follow the power throughout the circuit – from our power plants to our smart and unique power outlets. By combining the product mix of both Rock Energy and Lightcircle, major developers can now acquire energy in areas where there is no network, reducing concerns about unpredictable energy costs and unstable or congested grids.

Net Trading Group NTG AB (publ), c/o Mcon AB, Södra Larmgatan 4, SE-411 16 Gothenburg
www.ntginvestor.se
www.lightcircle.io www.rock-energy