

2023 | SECOND QUARTER AND FIRST HALF-YEAR REPORT



Webcast presentation for M Vest Water second quarter and first half year Report 2023 is held on 12 September 2023 at 11:00 AM, Central European Time (CET).

Register here: https://us06web.zoom.us/webinar/register/WN_m4on_TSXScGDFIkQgYdw

MVEST WATER AS – SECOND QUARTER AND FIRST HALF-YEAR 2023 REPORT

BERGEN, NORWAY, 12 September 2023.

M VEST WATER AS (MVW) TODAY ANNOUNCED ITS SECOND QUARTER AND FIRST HALF 2023 REPORT.

M Vest Water (MVW) is a global Greentech company with offices in Norway and Germany. MVW develops innovative products and technologies that enable environmentally responsible and highly efficient water treatment across a wide range of industries worldwide. MVW has a singular and clear-cut mission: to realize a zero-discharge future. With its disruptive technology, the company is already making significant strides towards achieving this goal. The technology is well protected under a family of patents in applicable states and regions.

Financial Review

Key figures

All figures in NOK 1000	2Q 2023	1H 2023/YTD 2023	2Q 2022	1H/YTD 2022
Revenues	3 571	6 421	504	940
EBIT	(4 221)	(11 891)	(5 480)	(13 621)
EBITDA	(3 681)	(10 812)	(5 035)	(12 753)
Profit/(loss) before tax	(4 364)	(12 178)	(5 683)	(13 918)
Cash flow operating activities	(7 320)	(15 865)	(8 685)	(21 040)
Total assets	51 121	51 121	87 714	87 714
Interest bearing debt (excl. leasing)	2 538	2 538	3 731	3 731
Cash and cash equivalents	15 956	15 956	54 238	54 238
Equity ratio	83%	83%	87%	87 %

The positive trend in revenue growth observed in the the first quarter has continued into the second quarter. In Q2 2023 the turnover reached NOK 3.6 million, a notable increase compared to NOK 0.5 million in Q2 2022. YTD turnover stands at NOK 6.4 million, a substantial rise from NOK 0.9 million in the corresponding period in 2022. The growth in revenue is primarily driven by increased sales of equipment and chemicals, complemented by a rise in paid assignments compared to the previous year.





The majority of our revenue is generated through the sale of water treatment equipment to the aquaculture industry. The demand for our solutions is increasing in several industry segments and shows positive developments in strategically important projects in the US, Germany, and Norway.

Total operating expenses were NOK 7.8 million for the quarter. The operating expenses are mainly staff and project related costs. As of 30 June 2023, the company holds NOK 16 million in cash. The net change in cash for the quarter amounted to NOK -8,6 million, hereof cashflow from operating activities NOK 7,3 million.

Based on our current business plans and the ongoing commercial processes, we foresee continued revenue growth in the upcoming period.

Focus areas

Our four leading market segments are:

-  Oil & Gas – produced water, slop water
-  Aquaculture – fish farming, slaughterhouses
-  Municipal wastewater and sludge dewatering
-  Dredging water treatment and sludge-dewatering (River-, lake- and harbour sludge)



Regarding our business activity in Germany, our key project at one of the largest European mechanical dredging sludge dewatering sites has been delayed until winter 2023/2024, as previously reported. Modifications at the plant is still in process. While we await finalization, we are focusing more on the Municipal Sewage Wastewater, which has shown strong progress in recent months.

The company has made significant advancements in terms of commercializing the other three market segments. In our operational highlights we present the most important developments.

Operational highlights

Our 5 most important developments and operational highlights for second quarter 2023 are:

1 Oil & Gas – slop water Awarded contract from SAR AS

In June of this year, MVW was awarded a long-term agreement following a successful project at SAR Mongstad. A two-month full-scale qualification in the first quarter demonstrated a substantial improvement in water treatment efficiency. The duration of the frame agreement is 5 years followed by an annual extension. The contract will provide MVW with predictable annual recurring revenue from the sale of products and services.

The frame agreement includes the supply of water treatment chemicals from our NORWAFLOC® product line. Additionally, MVW will provide extensive technical support, laboratory services, and advisory services in wastewater and sludge management across SAR's seven facilities in Norway.

With MVW's technology, the client has significantly increased the production capacity at SAR Mongstad. This added value for our clients in this segment includes improved technical results, cost optimization, and the achievement of their environmental goals.

The customer has expressed great satisfaction with MVW's products and technical expertise.

Based on this success MVW are now targeting the slop water market with our technology.



2

Oil & Gas USA – produced water

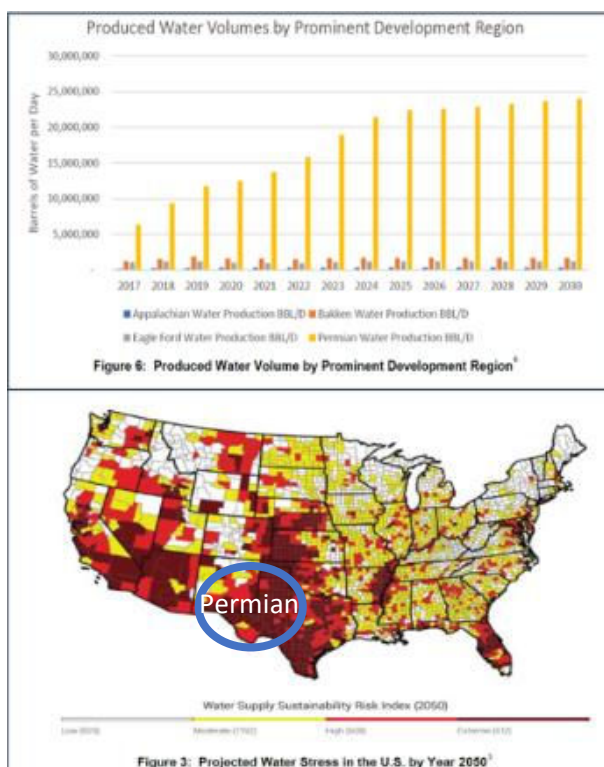
Technological breakthrough for MVW's technology

The market for oil production and, consequently, Produced Water in the US is the world's largest, with a significant concentration in West Texas and New Mexico, home to the gigantic Permian Basin. Recent estimates indicate a recoverable volume of 70 billion barrels of oil from these shale formations, with production averaging about 5.4 million bbl / day and a Produced Water volume about four times higher – approx. 20 million bbl / day.

It is important to understand that Produced water needs to be reinjected in order to produce oil at these fields. Access to injection water varies among onshore fields. In the lower chart, the sustainability risk index is color-coded, ranging from grey to dark red, where red represent high risk and dark red represent extreme risk. Currently, the lack of proper treatment capacity has forced Permian operators to reduce their desired oil production capacity.

The core issue lies in the absence of final polishing treatment, as the water quality for reinjection must meet very high standards. This is where MVW offers an attractive solution to the US market with our proven and disruptive NORWAPOL® filtration technology.

Consequently, the oil producers have reduced production in response to the situation. Simultaneously, they are actively seeking more efficient water treatment methods suitable for reuse in other industries and agriculture.



MVW's groundbreaking NORWAFLOC and NORWAPOL technology® has gained attention in the US. Our goal now is for MVW's solution to replace existing treatment methods. This entails replacing walnut shell and carbon filters, a change justified by better technical results, cost-effective operations and, notably, a more environmentally friendly solution.

After twelve months of testing and qualification across six different applications in a major US oilfield, we have successfully completed the following:

- Pretreatment for injection
- Pretreatment for RO and membranes
- Pretreatment for boiler feed water
- Pretreatment for ion-exchange resins
- Flowback applications
- Tertiary PW treatment for discharge

Our long-term test with NORWAPOL® in the US has demonstrated our potential as a supplier of chemicals and equipment to address the challenges faced by the O&G industry in the US. All six of the listed technologies are essential in the Permian Basin, and we intend to meet the pre-treatment demand by implementing our NORWAPOL® as a disruptive technology, surpassing the commonly used walnut shell filters.

We acknowledge that the qualification process is time consuming, but it opens the “front – door” to major oil operating companies worldwide. Regarding the Permian Basin, our project has now gained the attention of major operators, and we are commencing initial testing in Q4.

Our next step involves preparing a large-scale qualification proposal for this field, in response to the operator’s request.

This is scheduled to begin in Q4 – 2023, followed by operations in H1 - 2024.

The estimated potential for this single opportunity is 5 MNOK in filter media sales and 10 MNOK in annual recurring revenue from NORWAFLOC® sales. Please keep in mind that this is for treating 77,000 m3/day at this field, whereas at Permian alone, we are looking at 42 times this volume in total.

Additionally, we have active bids for NORWAFLOC® and NORWAPOL® with the same operator internationally in West Africa, as well as with two other operators in the Middle East, who have become aware of our achievements.

Last but not least, we are in the process of establishing two qualifications with small-scale pilots in the US for another major global O&G operator.

Our main message in this report is that we have proven the effectiveness of our technology, and the customer interest is rapidly growing. While entering the O&G market can be challenging, we are accelerating rapidly into commercial phase thanks to the outstanding performance of our products and expertise of our team.



3

Aquaculture – land-based fish farming

NORWAPOL® successfully installed at RAS Plant

The third highlight is the installation of NORWAPOL® at Erko Settefisk's RAS plant.

Erko Settefisk AS is a salmon hatchery and smolt production company that deliver more than 5 million post-smolt per year, with a state-of-the-art RAS facility, located at Stord (Norway).

The intake water to the plant is surface water from a nearby lake. MVW's NORWAPOL® solution effectively filters out both organic and inorganic substances to very low levels, ensuring optimal living and growth conditions for the smolt. This aspect holds significant value for both Erko and the industry at large. The project has yielded positive results in line with expectations, thus making it another satisfied client.



4

Aquaculture – salmon slaughterhouses

Complete solution for treatment of water and sludge

In August, MVW launched a complete solution for the treatment of water and sludge management in salmon slaughterhouses.

The salmon slaughterhouses in Norway will be subject to new, strict discharge regulations imposed by the Norwegian government to align with EU regulations for wastewater discharges. The restricted discharge regulations will come into force in December 2023, with a one-year deadline for implementing a water treatment and sludge management solution.

To address this difficulty, chemical treatment is necessary. Sludge from bloodwater that, until now, has been discharged into the sea, must be separated from the water and managed in an environmentally and economically sustainable manner. The industry is confronted with enormous challenges in meeting these requirements, particularly in handling the waste material.

MVW, in partnership with Bioretur AS and Downstream Marine AS, offers a streamlined and complete treatment solution that not only complies with the forthcoming restricted discharge regulations for salmon slaughter wastewater, but also ensures efficient and sustainable disposal of waste products for the clients.

MVW has developed and verified a “best in class” process for simple and cost-efficient removal of organic contaminants from wastewater in existing plants. This is achieved by simply dosing and mixing our NORWAFLOC® chemicals.

Bioretur offers total management of the sludge and waste deposit, including the reuse of byproducts.



The solution has been launched under the umbrella of our exclusive Cooperation Agreement with Downstream Marine, ensuring access to the Norwegian market. MVW has also signed an Alliance Agreement with Bioretur AS for the delivery of complete bloodwater and sludge management treatment.

Downstream Marine currently operates facilities for disinfection of bloodwater at approx. 25 slaughterhouses, corresponding to 70% of the Norwegian market. Our solution seamlessly integrates with existing treatment plants, making our concept is highly competitive and less capital-intensive than what the industry had anticipated.

With regards to market size, MVW has estimated the annual consumption of chemicals for the approx. 45 plants in Norway to NOK 100 million. Furthermore, several new facilities are in the planning stage and expected to be built within the next 3-5 years. In addition, MVW will supply the industry with equipment for water treatment and sludge dewatering.

Illustration:



Read more at <https://mvestwater.com/industries-and-applications/aquaculture/slaughterhouses/>

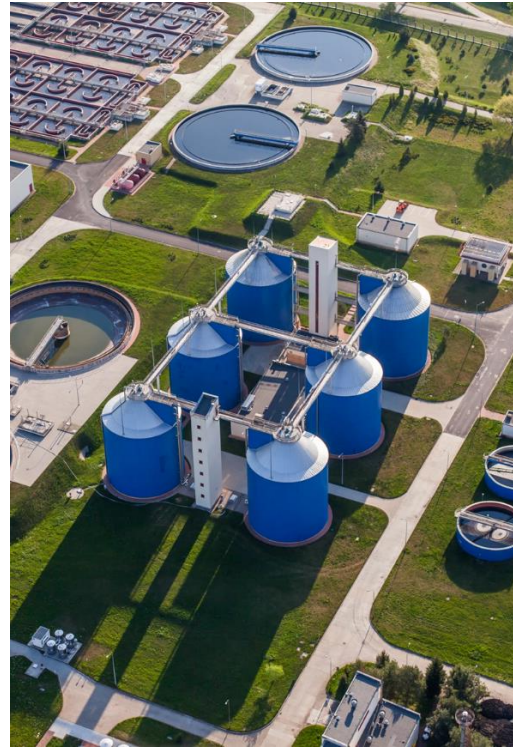
5

Municipal wastewater Germany

6 ongoing small- and full-scale qualifications

The German market is large, and the authorities have a strong desire to reduce the consumption of environmentally hostile chemicals in wastewater treatment. Furthermore, there are major challenges with access to several of the raw materials that are currently used, necessitating treatment plants to explore new and more environmentally friendly chemicals. This positions M Vest Water with a competitive advantage.

MVW has been strongly focused on finding sustainable and competitive solutions for sewage water treatment. In 2023, two methods for sludge dewatering using NORWAFLOC® has been developed.



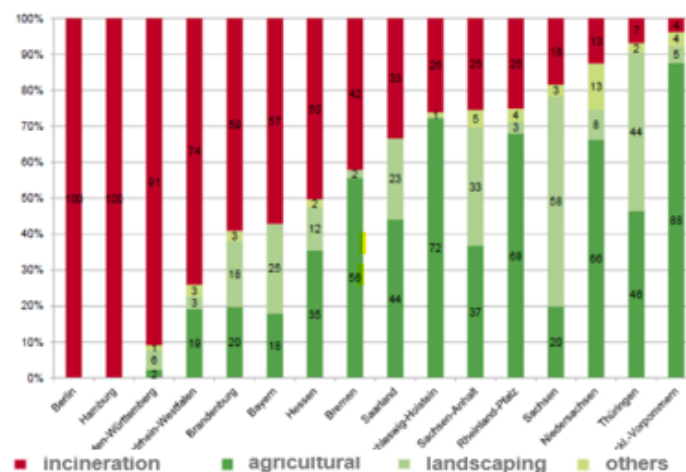
The current ferric supply shortage to municipalities in Germany is a declared and severe crisis in terms of accessibility versus demand.

Furthermore, distributors of Ferric Chloride, unable to meet the demand, also suffer from the shortage due to a substantial increase in raw material prices, which is not balanced in their locked long-term supply contracts. Consequently, distributors of Ferric Chloride supplying the municipal market have transitioned from being competitors to becoming MVW's most attractive customers by implementing profitable NORWAFLOC® in their portfolio, favoring it over unprofitable Ferric Chloride.

Considering the market size, Germany has about 9,600 plants producing 1.7 million tons of sludge annually. Among these, 300 plants handle sewage from 100,000 people or more, accounting for 80% of the total sludge production.

Approximately 16,000 tons of polymer are consumed each year for dewatering the sludge, which amounts to 1.428 million tons of sludge that must be burned. Additionally, an estimated 34,000 tons of lime and 26,000 tons of ferric chloride are used for treating 90,000 tons of sludge for agriculture purposes (as fertilizer). The remaining 202,000 tons landfilled for agriculture use synthetic polymers.

Currently, approximately 1,000 sewage plants deposit sludge for agricultural use. However, by 2032, all sewage sludge in Germany will be incinerated.



MVW is currently in the process of conducting pilot qualifications for dewatering of municipal sewage sludge at six large treatment plants in Germany, catering to a total of 1,500,000 people.

MVW has successfully finished pilots at two of these sites, catering 250,000 and 70,000 people. The pilots have fully documented that by using our natural polymer NORWAFLOC® in the treatment process, clients can directly reduce their chemical consumption (Ferric Chloride and Calcium) by 75%. Additionally, they can obtain a better effluent water quality and achieve 2% drier solid waste to transport and reuse as agricultural fertilizer.

As a result of the successful pilots at these two sites, MVW has now been assigned to implement our NORWAFLOC® process in a full-scale qualification, scheduled to be finalized in October. Upon completion, this product and technology will be fully commercialized.

Estimated annual recurring revenue, upon successful commercialization at these two sites, is more than 4 MNOK.

Summary and outlook

Regulatory requirements, restrictions, or new mandates have a positive impact on our operations. However, we observe that our products and solutions gain even more interest when we can substantiate significant operational improvements, increased efficiency in water- and sludge treatment processes, as well as reduced costs for the customers. This is what we've experienced and have implemented across several of our focal areas, reinforcing our confidence in MVW's products and services.

As previously mentioned, SAR has significantly increased its production capacity, which is an exceptional accomplishment. We have achieved even greater success in our Produced Water project in the US, where the main market driver is securing water resources to maintain oil production. More specifically, the scarcity of water resources results in constraints on oil production. We have demonstrated that our NORWAPOL® technology substantially increases the reuse of water, which is crucial for the industry.

Additionally, we can document significant operational improvements and savings.

These are true examples of "disruptive technology" in practice.

Our development in municipal wastewater in Germany is a direct response to the scarcity of raw materials and a widely expressed need to remove environmentally harmful chemicals. Due to the shortage in ferric supply, MVW is now positioned with a strong competitive advantage.

There is also great excitement surrounding the last item on the list. To the best of our knowledge, we are the pioneering company in discovering a sustainable solution to the challenges salmon slaughterhouses face as new discharge requirements are enforced. We are highly optimistic, and in dialogue with important players and frontrunners in this industry.



Stein E. Giljarhus, CEO



Consolidated Interim Income statement and other comprehensive income

All figures in NOK 1000		2Q 2023 (Unaudited)	1H/YTD 2023 (Unaudited)	1H/YTD 2022 (Unaudited)
Sales revenue		3 571	6 421	940
Total income		3 571	6 421	940
Cost of goods sold		1 356	2 470	347
Change in inventory		218	866	42
Employee benefits expense	6	3 822	9 539	7 539
Capitalized employee expense		(488)	(1 020)	(1 629)
Depreciation and amortization	2	540	1 079	868
Other operating expenses		2 344	5 377	7 393
Total expenses		7 791	18 312	14 561
Operating profit (loss) / EBIT		(4 221)	(11 891)	(13 621)
Other interest income		9	119	100
Other financial income		24	48	9
Other interest expenses		81	167	193
Other financial expenses		95	286	213
Net financials		(143)	(287)	(297)
Profit/(loss) before income tax		(4 364)	(12 178)	(13 918)
Other comprehensive income				
Component of OCI				
Exchange differences on translation	4	4	4	-
Total comprehensive income	4	(4 360)	(12 174)	(13 918)
Attributable to				
Uncovered loss against share premium		(4 360)	(12 174)	(13 918)
Total		(4 360)	(12 174)	(13 918)
Earnings per share (diluted and basic)		(0,15)	(0,42)	(0,48)

Consolidated Interim Balance sheet

All figures in NOK 1000		2Q 2023 (Unaudited)	1HYTD 2023 (Unaudited)	1HYTD 2022 (Unaudited)
ASSETS				
Non-current assets				
Intangible assets				
Capitalized development costs	2	8 916	8 916	5 583
Patents and trademarks	2	6 567	6 567	5 272
Total intangible assets		15 484	15 484	17 593
			-	
Machinery and equipment	2	6 396	6 396	5 584
Equipment and other movables	2	5 297	5 297	2 820
Office facilities (right-of-use asset)	2	3 211	3 211	4 378
Total property, plant and equipment		14 904	14 904	12 782
			0	
Other long-term receivables		2 231	(0)	(0)
Total long-term investments		2 231	(0)	(0)
			-	
Total non-current assets		32 619	30 387	30 376
Current assets			-	
Inventories		1 149	1 149	944
			-	
Accounts receivables		639	639	502
Other short-term receivables		758	758	1 654
Total receivables		1 397	1 397	2 156
			-	
Cash and cash equivalents		15 956	15 956	54 238
Total current assets		18 502	18 502	57 338
			-	
Total assets		51 121	48 889	87 714

EQUITY			-	
			-	
Issued non-registered share capital			-	
Share capital	4	66	66	66
Share premium reserve	4	54 448	54 448	118 594
Profit/(loss) before income tax YTD	4	(12 174)	(12 174)	(28 445)
Translation reserve subsidiaries	4	4	4	(13 917)
Total equity		42 344	42 344	76 298
			-	
LIABILITIES			-	
Non current liabilities			-	
Liabilities to financial institutions	3	1249	1249	2 346
Financial lease long term	2	2 064	2 064	3 259
Total non-current liabilities		3 313	3 313	5 605
			-	
Current liabilities			-	
Borrowing one year installments	3	1097	1097	1385
Trade payables		1074	1074	1242
Public duties payable		737	737	677
Financial lease one year installments	2	1289	1289	1154
Other current liabilities		1266	1266	1353
Total current liabilities		5 463	5 463	5 811
			-	
Total liabilities		8 777	8 777	11 416
			-	
Total equity and liabilities		51 121	51 121	87 714

Consolidated Interim Cash flow statement

	2Q 2023 (Unaudited)	1H / YTD 2023 (Unaudited)	1H/YTD 2022 (Unaudited)
<i>All figures in NOK' 1,000</i>			
Cash flows from operating activities			
Profit / (loss) before income tax	(4 482)	(12 174)	(13 918)
Adjustments for:			
+ Depreciation, amortization and impairment	547	1 086	868
(Increase)/decrease in inventories	(44)	101	(1 026)
(Increase)/decrease in trade receivables	1 304	(43)	(501)
(Increase)/decrease in other receivables	(1 386)	(1 482)	71
Increase/(decrease) in short term liabilities	(2 434)	(1 752)	(998)
Increase/(decrease) in trade and other payables	(740)	(1 498)	(5 630)
Changes in other operating activities	(84)	(103)	95
Net cash from operating activities	(7 320)	(15 865)	(21 040)
Cash flows from investing activities			
Capital expenditures PPE	(101)	(200)	(1 233)
Capital expenditures patents, R&D etc.	(834)	(2 109)	(2 523)
Net cash used in investing activities	(935)	(2 309)	(3 755)
Cash flows from financing activities			
Increase/(decrease) in borrowings credit institutions	(346)	(692)	(692)
Grants from Innovation Norway	-	-	(644)
Net cash from financing activities	(346)	(692)	(1 337)
Net (decrease)/increase in cash and cash equivalents	(8 601)	(18 867)	(26 132)
Cash and cash equivalents at beginning of the period	24 557	34 823	80 369
Cash and cash equivalents at end of the period	15 956	15 956	54 238

Notes to the Condensed Interim Financial Statements

1 Basis of preparation

MVW's condensed consolidated interim financial statements for the second quarter of 2023 were authorized for issue by the Board of Directors on the 11th of Sept 2023.

In the third quarter of 2022 MVW registered a 100 % owned subsidiary in Germany under the company name M Vest Water GmbH. The financial statements and disclosures as of 30 June 2023 are consolidated and include the activity in the subsidiary in the period.

These condensed consolidated interim financial statements are prepared in accordance with International Accounting Standard 34 Interim Financial Reporting as issued by the International Accounting Standards Board (IASB) and as adopted by the European Union (EU). The condensed interim financial statements do not include all the information and disclosures required by IFRS. For a complete set of financial statements, these condensed interim financial statements should be read in conjunction with the annual statement of 2022.

The condensed interim financial statements are unaudited. The audit will be carried out in connection with the 2023 year-end closing.

Fair Value:

The condensed interim financial statements reflect all adjustments which are, in the opinion of management, necessary for a fair presentation of the financial position, results of operations and cash flows for the dates and interim periods presented. Interim period results are not necessarily indicative of results of operations or cash flows for an annual period.

Use of estimates:

The preparation of financial statements in conformity with simplified IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis for making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis, considering current and expected future market conditions.

2. Intangible assets, plant, equipment and ROA

All figures in NOK 1000

	Capitalized development costs	Patents and trademarks	Plant and machinery	Equipment and other movables	Right of use assets (IFRS 16)	1H/YTD 2023
						Total
Accumulated cost 31 December 2022	7 527	5 914	6 396	5 531	3 795	29 162
Additions	1 389	720	0	200	0	2 309
Depreciation	0	-67	0	-435	-584	-1 086
Closing net book amount 30 June 2023	8 916	6 567	6 396	5 297	3 211	30 387
As at January 1 2023						
Acquisition cost	7 527	6 144	6 396	6 274	5 750	32 090
Accumulated depreciation and write downs	0	-230	0	-742	-1 955	-2 927
Net book amount	7 527	5 914	6 396	5 532	3 795	29 162
As at 31 December 2022						
Acquisition cost	8 916	6 864	6 396	6 474	5 750	34 399
Accumulated depreciation and write downs	0	-297	0	-1 177	-2 539	-4 013
Net book amount per 30 June 2023	8 916	6 567	6 396	5 297	3 211	30 387
Economic life	1) 3 years/ 1)/2)		3)	3-10 years	5 years	
Depreciation method	1) Linear/ 1)/ 2)		3)	Linear	Linear	

- 1) As of the current financial reporting period, depreciation of R&D assets has not commenced, as we are in the final stages of the R&D phase and will initiate depreciation once the majority of the products reaches its commercial phase.
- 2) Capitalized website costs are depreciated on a straight-line basis over 3 years.
- 3) The mobile container, Norwamix, has been fully delivered. Depreciation of the machine will commence during its expected lifetime, starting in 3Q 2023.

Research and development, patents and trademarks

Research and development in the company involves several innovative solutions that can be used for water treatment, products, equipment and process development. The cost of an internally generated intangible asset comprises all directly attributable costs necessary to create, produce, and prepare the asset to be capable of operating in the manner intended by management. Examples of directly attributable costs are costs of materials and services used or consumed in generating the intangible asset, costs of employee benefits (as defined in IAS 19) arising from the generation of the intangible asset, fees to register a legal right and amortization of patents and licenses that are used to generate the intangible asset.

Plant and machinery

The company has received a total of 5.1 MNOK in grants from Innovation Norway to develop the Norwamix machine. The current status of the project is that the machine has been delivered, tested, and successfully completed, with reporting completed at the beginning of 2023.

Right of use assets (ROA) and lease liability (IFRS 16)

MVW has recognized its office facilities as a leasing contract according to IFRS 16. Lease liabilities according to IFRS 16 is measured as the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate. Office rent due within 12 months are classified as short-term.

The company elected to use the recognition exemptions for lease contracts that, at the commencement date, have a lease term of 12 months or less and do not contain a purchase option ('short-term leases') and lease contracts for which the underlying asset is of low value ('low-value assets').

Impairment

The Group has not identified any impairment indicators related to its machinery and equipment. No impairment, losses, or reversals of write downs have been recognized in this or previous years accounts.

3 Loans and borrowings

All figures in NOK 1000

	Effective interest rate	Maturity date	1H/YTD 2023	YTD 2022
Loan credit institutions				
Bank loan (5 years)	4,50 %	October 2025	2 250	2 750
Bank loan (3 years)	2,30 %	October 2023	97	289
Total secured long-term debt			2 346	3 038
Total other long-term debt			0	0
Total long-term debt			2 346	3 038
1st year's principal repayments on non-current debt				
			1 097	1 385
Total long-term debt excluding the 1st year's principal repayments and leasing			1 249	1 653

Change in long-term interest-bearing debt to credit institutions in the second quarter of 2023 is equal to the company's installments during the period.

It's been given a guarantee from Innovation Norway on 75 % of the credit adjusted for other collateral (loss guarantee).

The loan is granted against a mortgage with a nominal value of NOK 5 million in accounts receivable.

There is no other pledge, collateral or guarantees associated with the company debt to credit institution.

4 Equity

All figures in NOK 1000

	1H/YTD 2022 As at 30.06.2022	1H/YTD 2023 As at 30.06.2023
Opening balance	83 405	54 502
Change in opening balance *	6 811	-
Translation reserve **	-	16
Net profit for the period	(13 918)	(12 174)
Ending balance	76 298	42 344

* Ref. 4Q 2022 report.

** In 3Q22 the company has registered a 100 % owned subsidiary in Germany (M Vest Water GmbH).

5 Shareholders

The total number of ordinary shares in MVW at 30 June 2023:

	Total	Face value	Entered
Ordinary shares	29 200 000	0,002277	66488,4
Ownership structure			
Largest shareholders per 31 March 2023			
Name			
M VEST INVEST AS		10 800 000	37,0 %
HAUGLAND GRUPPEN AS		4 739 145	16,2 %
J.P. Morgan SE		2 400 000	8,2 %
Atlichka Holding AS		1 908 019	6,5 %
Slothe-Holding AS (us)		1 141 767	3,9 %
SK TUFTA HOLDING AS		971 700	3,3 %
Other shareholders		7 239 369	24,8 %
Ending balance		29 200 000	100 %

Board member Atle Mundheim indirectly owns through Atlichka Holding AS 6,5 % of the shares in the company.

6 Share based option plan

M Vest Water AS has granted share options to selected employees in January 2023. The options give the holder the right to acquire shares from the company at an exercise price defined in the individual option agreements.

Options are granted under the plan for no consideration and carry no dividend or voting rights before exercise of the options.

Movement during the year	2023	2023
	Average exercise price per	Number of options
As at 1 January		
Granted in January 2023	15	400 000
Exercised during the year		
Forfeited during the year	15	50 000
Expired during the year		
As at 30 June	15	350 000

The value of the options is determined by determined by applying the Black-Scholes option pricing model. The Black-Scholes model considers the share price at the grant date, time until execution, exercise price, risk-free interest rate and volatility.

The estimated cost is expensed over the vesting period. 67.390 NOK have been expensed in the first half of 2023.

Share options held by group management and board members:	Number of share options
Atle Mundheim (Board member and CTO)	80 000
Morten Hilton Thomassen (CFO)	70 000
Total	150 000



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