



BoMill

Adds more value
to your grain



HALF-YEAR REPORT APRIL 1 - JUNE 30, 2021

CEO COMMENT

Grain is globally the second largest commodity by trade value, and within the agricultural industrial sector (grain elevators, mills, malt houses) large investments are being made, with process optimization and waste reduction in mind. BoMill is the only company on the market offering accurate bulk sorting of grain based on internal properties – such as protein content or presence of toxins – making industrial processes more efficient and allowing for less waste.

BoMill's technology enables the creation of homogeneous grain fractions, to suit different needs, such as homogeneous protein levels in barley for the malting and brewing industry¹. With its latest key recruitments, among others the new CTO Fredrik Nilsson, BoMill has a strong team that will advance its business strategy and bring its development projects to the market.

At present the BoMill industrial sorting equipment allows for the sorting of 3 tons per hour. However, for the equipment to fit into many applications and production lines, a capacity of 15 tons/hour is wanted. BoMill is therefore increasing its efforts to bring to the market an equipment aimed at reaching that goal. Recent testing confirms the principles of the new equipment, which allows us to move ahead in the development and setting a plan for its marketing and a widening of our customer base. In addition, a modular construction concept will allow us to

offer

¹ With the intention to advance our presence in the European brewing industry, we became supporting members of the German association of brewery and malting, Versuchs- und Lehranstalt für Brauerei in Berlin (VLB), in June.

our customers a very attractive TCO (Total Cost of Ownership) as it is designed to fit into the workflow of large production sites. With this new technology, we will make a significant impact in the market in terms of offering our sorting technology to a broader market segment than before.

We have great opportunities as well as challenges ahead of us. To secure the completion of our most vital development projects and to intensify our market activities, we recently completed a directed share issue. The directed share issue was subscribed by a number of key investors and raised approximately SEK 14.3 million prior to transaction costs. I would like to take the opportunity to welcome our new shareholders.

We are truly motivated in the journey ahead of us. Knowing that the entire market needs modernized technology, the timing is right. I am excited about our ongoing development and our business strategy, and to deliver value to producers, grain handlers, the processing industry, and consumers.



Andreas Jeppsson, CEO



ABOUT BOMILL AB

BoMill is the only company in the world that can, in commercial quantities, sort grains based on the internal properties of the kernel. This new sorting process makes it possible to maximize the use of different grain batches in a way that has not previously been feasible.

A TRULY SUSTAINABLE SOLUTION

BoMill's sorting system is a thoroughly sustainable solution. Single kernel sorting based on inner properties makes it possible to, for example, remove individual toxic kernels. And so, the value of a batch of grain that would otherwise have been largely lost can be upgraded and utilized. BoMill's equipment can basically turn waste into food. Optimizing batches, the BoMill way means that the grains can be used according to what they are best suited for in order to address Food Security and Food Safety.



HUGE MARKET POTENTIAL

The traditional methods of grain sorting are limited to the removal of odd-looking kernels as observed and judged from the visual inspection of their surface properties. This market alone, for today's photo optical sorters, amounts to roughly USD 2 billion annually.

BUSINESS MODEL

BoMill generates revenue through B2B sales and offer the grain industry sorting equipment that can be integrated into their existing pre-cleaning lines. To identify potential customers, BoMill uses its own sales organization and agents/distributors.



BoMill handles everything from feasibility studies to installations as well as service and maintenance of the equipment.

A UNIQUE TECHNOLOGY

BoMill's sorting equipment is built on a special technology called near-infrared analysis in transmittance mode (NIR/T). It makes it possible to analyze and sort each kernel based on its structural and chemical composition. BoMill works actively with its patent portfolio to ensure the protection of its unique system.

KEY BENEFITS

- Sustainability values. In today's quest for sustainable food production, BoMill's solution delivers instant results.
- Economic benefits. For example: Sorting into fractions of high and low protein kernels can increase the value of the product throughout the entire value chain; and removing individual toxic kernels allows batches of grain that would otherwise been largely lost, to be upgraded and utilized.
- Modernizing the industry. BoMill is introducing new technology to the traditional grain industry. Moving away from optical sorting is one step closer to a modern, optimized production process.

THE COMPANY IN SHORT

BoMill's single kernel sorting technology has so far resulted in two commercial products, IQ and TriQ, the former designed for laboratories and the latter for industrial use. Based on BoMill's deep understanding and knowledge of the various components needed to measure internal properties of the grain, a new high-capacity equipment able to sort up to 15 tons/h (reaching the maximum of traditional sorting capacity) is being developed. The company has 14 employees, mainly in sales and in development. It has its headquarters in Malmö, Sweden.



RESULTS AND FINANCIAL POSITION

Net sales during the second quarter amounted to KSEK 25 (KSEK 16).

Other operating income during the second quarter amounted to KSEK 408 (KSEK 2). Other operating income consists of contribution from EU projects and other governmental financing for companies during Covid-19.

Net income after financial items during the second quarter amounted to KSEK -7 541 (KSEK -5 245), while net income per share amounted to SEK -0,63 (SEK -0,76).

Cash flow during the second quarter amounted to KSEK -5 813 (KSEK 11 665). As of June 30, 2021, the Company's cash and cash equivalents amounted to KSEK 11 516 (KSEK 12 746). During Q2 2020 a new share issue of KSEK 12 662 affected the cash flow situation.

Equity amounted to KSEK 19 347 (KSEK 15 746) at the end of the period, resulting in a solidity of 83% (56%).

INVESTMENTS

Investments in intangible fixed assets (patents) during the second quarter amounted to KSEK 28 (KSEK 207). Investments in current assets during the second quarter amounted to KSEK 0 (KSEK 12).

STAFF AND ORGANIZATION

As of June 30, 2021, BoMill had 14 employees.

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, 2021, the number of shares in the Company amounted to 11,929,400 (6,928,400). In addition, there are a total of 3,334,000 warrants of series TO 1 issued. Each warrant of series TO 1 entitles the holder the right to subscribe for one new

share in BoMill at a subscription price of SEK 7.10 per share during the exercise period September 16, 2021 – October 7, 2021. BoMill's warrants of series TO 1 are traded under the ticker "BOMILL TO 1".

On January 27, 2021, the Extraordinary General Meeting in BoMill resolved on a directed issue of 330,000 warrants to founder Bo Löfqvist (205,000) and CEO Andreas Jeppsson (125,000). For full terms, see [Minutes from the Meeting](#).

On May 6, 2021, at the Annual General Meeting, Lars Persson (Chairman), Julie Peyrache, Bo Löfqvist, Thomas Carlström and Henrik Hedlund were reelected as board members. Magnus René was elected as new board member and Arthur Hedlund as deputy board member.

On May 6, 2021, at the Annual General Meeting in BoMill, resolved on a directed issue of 200,000 warrants to management and employees in BoMill. For full terms, see [Minutes from the Meeting](#).

On August 15 the Board of Directors prolonged the subscription period for the incentive program to August 30. The incentive program is aimed for management and employees.



SHAREHOLDERS

The table above presents major shareholders in BoMill as per June 30, 2021

Name	Shares	Votes
Capagro SAS	2 384 732	19,99%
Henrik Hedlund	1 651 498	13,84%
Stiftelsen Industrifonden	1 251 400	10,49%
Nordnet Pensionsförsäkring AB	812 101	6,81%
Mosiki Svenska AB	747 998	6,27%
Largest shareholders	6 847 729	57,39%
<i>Others</i>	<i>5 081 671</i>	<i>42,61%</i>
TOTAL	11 929 400	100,00%

CERTIFIED ADVISER

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

E-mail: ca@skmg.se

Phone: +46 70 755 95 51

PRINCIPLES FOR THE PREPARATION OF THE QUARTERLY REPORT

This report has been established in accordance with Swedish Accounts Legislation and BFNAR 2012:1 (K3).

AUDITOR'S REVIEW

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

FINANCIAL CALENDAR

- Interim Report Q3, November 25, 2021
- Year-End Report, February 16, 2022

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	2021-04-01	2020-04-01	2021-01-01	2020-01-01	2020-01-01
	2021-06-30	2020-06-30	2021-06-30	2020-06-30	2020-12-31
Income					
Net sales	25	16	66	53	57
Activated work for own account	0	0	128	0	1 672
Other operating income	408	2	1 259	671	2 587
	433	19	1 453	724	4 317
Operating expenses					
Raw materials and consumables	-1	-3	-6	-4	-599
Other external expenses	-3 789	-1 973	-6 421	-4 578	-12 391
Staff costs	-3 506	-2 492	-6 429	-5 233	-9 687
Depreciation and write-downs of tangible and intangible fixed assets	-625	-747	-1 248	-1 495	-2 982
Other operating expenses	-53	-2	-54	-2	-8
	-7 974	-5 217	-14 158	-11 311	-25 667
Operating profit/loss	-7 541	-5 198	-12 705	-10 587	-21 350
Income from financial items					
Income from other securities and receivables that are fixed assets	0	0	0	0	0
Interest expenses and similar items	0	-46	-14	-46	-232
	0	-46	-14	-46	-232
Income after financial items	-7 541	-5 245	-12 719	-10 633	-21 582
Income for the period	-7 541	-5 245	-12 719	-10 633	-21 582

BALANCE SHEET

KSEK	2021-06-30	2020-06-30	2020-12-31
ASSETS			
FIXED ASSETS			
Intangible fixed assets			
Balanced expenses for development work and similar work	4 604	4 853	5 393
Concessions, patents, licenses, trademarks, and similar intellectual rights	945	913	1 000
	5 549	5 766	6 393
Tangible fixed assets			
Invested costs in other property	1 478	1 578	1 526
Inventories, tools, and installations	351	755	493
	1 829	2 333	2 019
Financial assets			
Shares in group companies	8	8	8
Receivables from group companies	48	48	48
	56	56	56
Total fixed assets	7 434	8 155	8 468
CURRENT ASSETS			
Inventories			
Raw materials and consumables	287	882	293
Prepared goods and commercial goods	2 755	1 240	2 755
Advances to suppliers	0	0	0
	3 042	2 122	3 048
Receivables			
Accounts receivables	25	4 495	10
Other receivables	795	741	512
Prepaid expenses and accrued income	494	9	599
	1 313	5 245	1 121
Cash and bank			
Cash and bank	11 516	12 746	25 346
Total cash and bank	11 516	12 746	25 346
Total current assets	15 871	20 114	29 515
TOTAL ASSETS	23 305	28 268	37 982

BALANCE SHEET

KSEK	2021-06-30	2020-06-30	2020-12-31
EQUITY AND LIABILITIES			
EQUITY			
Restricted equity			
Share capital	11 929	4 128	11 929
Unregistered share capital	0	1 293	0
Reserve fund	20	20	20
Share issue	0	31	0
Development expenditure fund	5 063	5 984	5 393
	17 012	11 456	17 343
Non-restricted equity			
Capital surplus	142 258	121 467	142 176
Accumulated profit or loss	-127 204	-106 544	-105 953
Profit/loss for the year	-12 719	-10 633	-21 582
	2 335	4 290	14 642
Total equity	19 347	15 746	31 984
LIABILITIES			
Non-current liabilities			
Amounts owed to credit institutions	0	5 063	0
Total long-term liabilities	0	5 063	0
Current liabilities			
Accounts payable	1 210	853	2 008
Tax payable	214	-92	27
Other payables	1 186	703	2 653
Accrued expenses and deferred income	1 348	5 809	1 310
Total current liabilities	3 958	7 458	5 998
TOTAL EQUITY AND LIABILITIES	23 305	28 268	37 982

CHANGE IN EQUITY

2021-01-01 – 2021-06-30

KSEK	Share capital	Other restricted equity	Other un-restricted equity	Profit/loss for the year	Total un-restricted equity
Amount at the beginning of the period	11 929	5 413	36 224	-21 582	14 642
Share issue / surplus					0
Issue of Warrants 2021			82		82
Development expenditure fund		-330	330		330
Accumulated profit or loss			-21 582	21 582	0
Profit/loss for the year				-12 719	-12 719
Amount at the end of the period	11 929	5 083	15 054	-12 719	2 335

2020-01-01 – 2020-12-31

KSEK	Share capital	Other restricted equity	Other un-restricted equity	Profit/loss for the year	Total un-restricted equity
Amount at the beginning of the year	4 128	6 004	29 064	-25 480	3 584
Share issue / surplus	7 801		32 048		32 048
Reserve fund					
Development expenditure fund		-591	591		591
Accumulated profit or loss			-25 480	25 480	
Profit/loss for the year				-21 582	-21 582
Amount at the end of the year	11 929	5 413	36 224	-21 582	14 642

CASH FLOW STATEMENT

KSEK	2021-04-01 2021-06-30	2020-04-01 2020-06-30	2021-01-01 2021-06-30	2020-01-01 2020-06-30	2020-01-01 2020-12-31
Operating activities					
Income after financial items	-7 541	-5 244	-12 719	-10 633	-21 582
Adjustments for items not included in cash flow etc.	675	748	1 301	1 495	2 982
Cash flow from operating activities	-6 866	-4 497	-11 418	-9 138	-18 600
Cash flow from changes in working capital					
Increase (+)/decrease (-) in inventory	1	6	6	6	-920
Increase (+)/decrease (-) in operating receivables	-284	928	-192	1 008	5 408
Increase (+)/decrease (-) in operating liabilities	1 364	2 783	-1 040	4 473	-2 325
Cash flow from operating activities	-5 785	-779	-12 644	-3 651	-16 437
Investing activities					
Acquisition of intangible fixed assets	-28	-207	-247	-471	-2 524
Acquisition of property, plant, and equipment	0	-12	-18	-12	-94
Divestment of fixed assets	0	0	0		334
Cash flow from investing activities	-28	-219	-265	-483	-2 285
Financing activities					
Issue of shares	0	12 663	0	12 663	39 849
Issue of warrants			82		
Amortization of loans	0	0	-1 000	0	0
Cash flow from financing activities	0	12 663	-919	12 663	39 849
Cash flow for the period	-5 812	11 665	-13 830	8 528	21 127
Cash at the beginning of the period	17 329	1 081	25 346	4 218	4 218
Cash at the end of the period	11 516	12 746	11 516	12 746	25 346



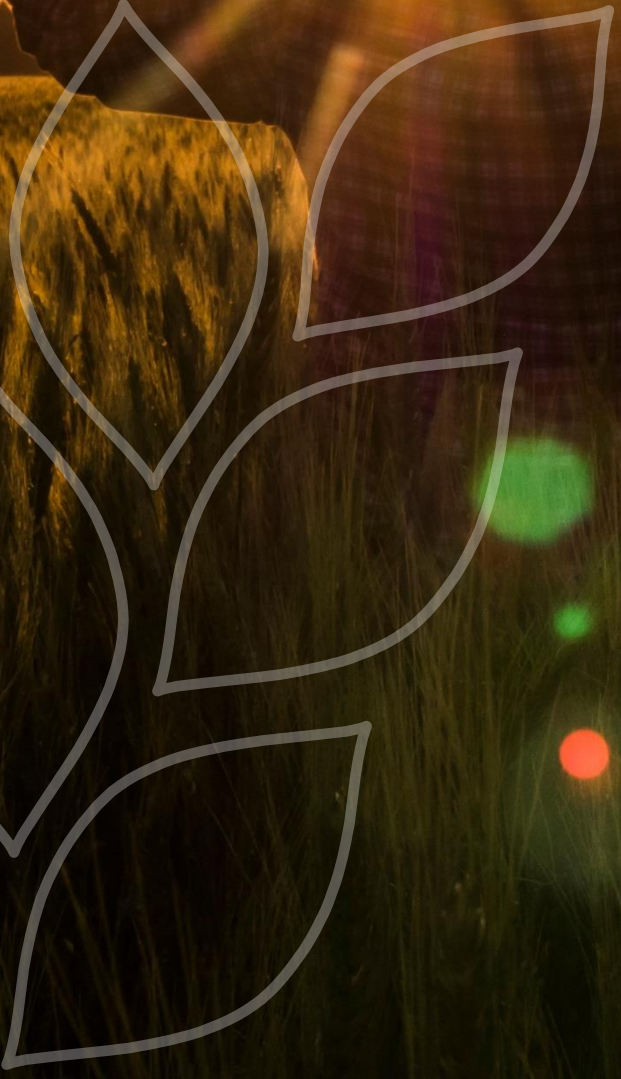
BOARD DECLARATION

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

Malmö, August 27, 2021

Board of Directors





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