



Nexam Chemical Holding AB (publ)

Interim Financial Statements for Quarter 3, July–September 2014

Nexam Chemical appoints new CEO for intensified commercialization

Read more in the comments from the Chairman on page 3.

The quarter at a glance

Operations:

- A Japanese customer has commenced commercialization of a material for manufacturing film based on Nexam Chemical's crosslinkers.
- Nexam Chemical has received a positive response from Eurostar concerning the rPET project and will receive over SEK 3.4 million in funding grants.
- IRPC and Nexam Chemical have entered into a framework cooperation agreement regarding polyolefins.

- Nexam Chemical's patent application for nylon resin with MEPA has been granted in Japan.
- Nexam products have been delivered to several customers whose projects have been launched during the quarter.
- New confidentiality agreements have been entered into with European companies.
- Information on postponed implementation of incentive programme for 2014–2017.

Financial & legal:

- Net sales for the period totalled SEK 455 thousand (SEK 337 thousand). Profit/loss before tax for the period came in at SEK -7,877 thousand (SEK -6,323 thousand).
- Total assets at the end of the period amounted to SEK 92,771 thousand (SEK 59,600 thousand), with cash and cash equivalents accounting for SEK 71,388 thousand (SEK 39,640 thousand).
- The net cash flow for the period was SEK -9,891 thousand (SEK -6,829 thousand).

Key Figures for the Group

	Jul-Sep 2014	Jul-Sep 2013	Acc Jan-Sep 2014	Acc Jan-Sep 2013	Full Year 2013
Net sales (SEK thousands)	455	337	960	840	2,547
Operating profit/loss (SEK thousands)	-7,996	-6,253	-24,638	-18,253	-26,790
Cash and cash equivalents (SEK thousands)	71,388	39,640	71,388	39,640	32,511
Equity (SEK thousands)	84,097	51,174	84,097	51,174	43,523
Equity per basic share (SEK)	1.65	1.10	1.65	1.10	0.93
Equity/asset ratio (%)	90.7	85.9	90.7	85.9	79.8
Return on equity (%)	neg	neg	neg	neg	neg
Total assets (SEK thousands)	92,771	59,600	92,771	59,600	54,516
Quick ratio (%)	2,146.1	625.8	2,146.1	625.8	599.9
Average number of basic shares	50,922,857	46,378,681	50,922,857	46,378,681	47,015,419
Average number of diluted shares	51,544,237	46,667,206	51,544,237	46,667,206	47,364,575
Basic earnings per share (SEK)	-0.15	-0.14	-0.49	-0.40	-0.56
Diluted earnings per share (SEK)	-0.15	-0.14	-0.48	-0.39	-0.56
Share price on balance sheet date (SEK)	24.50	11.70	24.50	11.70	10.30

Key events after the end of the period

- Nexam is strengthening its organization for intensified commercialization and the Board of Directors has appointed a new CEO effective 1 January 2015.
- Nexam Chemical launches NEXIMID® MHT-R – an easy to process polyimide resin for high-temperature applications. This resin is mainly intended for manufacturing composite parts for the aerospace industry. Other areas could also be relevant where metal parts exposed to high temperatures can be replaced. For example, this could be applied in the machining industry and the transport sector.
- Nexam enters into a non-disclosure agreement with a European pipe manufacturer for evaluation of NEXAMITE products in extruded products made out of polyethylene and polypropylene.
- The patent office in Taiwan informed Nexam Chemical that it will grant the Company's patent application for PETA.



Comment from Chairman Lennart Holm

Nexam Chemical appoints new CEO for intensified commercialization

Nexam Chemical has, for natural reasons, until recently been focused on developing new products and applications based on our unique technology for crosslinkers. We have successfully built up a broad portfolio of patented technologies and products and established several collaborative projects with global leading chemical companies and other highly specialised parties. Even though the development opportunities for the future are nearly infinite, it is now time to focus on the next key step in our development, intensified commercialization of Nexam Chemical's products. It is time to broaden our business from mainly being a technology development company to becoming a full-fledged professional business in terms of marketing and sales. We are therefore planning to bring the Company into a new phase where Nexam Chemical will become much more market-oriented.

In close consultation with the Company's current management team, the Board of Directors of Nexam Chemical has therefore decided to change and strengthen the management by adding several strong profiles.

They will provide the company with solid knowledge and experience in marketing and sales, and has previously led and developed companies in stages of expansion. In a first step, the Board of Directors has signed a contract with a new CEO for Nexam Chemical. The new CEO has a MSc in chemical engineering and has long-standing and wide-ranging experience from the international plastics and chemicals industry in leading positions, including CEO. His most recent position was at a listed company where he was a part of the top management team. His background and experience, combined with his proven strong focus on results and ability to build teams, will be a great asset for Nexam Chemical. He will begin serving as the new CEO on 1 January 2015. Per Palmqvist Morin will remain the CEO until then. Due to ongoing commitments of the new CEO, we have chosen to meet his current employer's request to not announce the person's name in question yet. This will be communicated as soon as possible. In parallel with the process of recruiting a new CEO, we

have initiated a process to recruit a person responsible for commercial activities in a newly created position as CMO. One of the most important tasks for the Company's new CEO will be to finalize this recruitment together with me.

In connection with the organizational changes, the four founders, Per Palmqvist Morin, Daniel Röme, Jan-Erik Rosenberg och Richard Tooby, will continue to be active in the company. They will however enter into new roles, where their focus will be directed towards each person's special skills. This will ensure continuity and transfer of acquired know-how, while the business will benefit from new expertise in marketing, sales and management. The founders will remain the largest owners of the Company and they are subject to a lock-up agreement.

Lennart Holm
Chairman of the Board of Directors,
Nexam Chemical Holding AB

The CEO's comment on the quarter

Entering into a new phase with high speed

Several new projects have been initiated during the quarter, mainly with European customers, and Nexam Chemical has delivered products to several of them. Our partnership with Armacell is progressing, albeit with some delays. We are also poised to begin a project funded by Eurostar that we will be working on together with Armacell and The European Van Company. The aim of the project is to upgrade recycled PET for use in PET foam and other applications. We were informed in the summer that this project will receive funding from Eurostar. In addition, many other entities in Europe are testing Nexam Chemical's formulations mainly for upgrading recycled PET resin for various applications.

Nexam Chemical entered into a cooperation agreement with its polyethylene partner IRPC over the summer for development and commercialization of modified polyolefins. IRPC has informed us that they now have passed the development phase, with respect to a polyethylene quality for pipes, and will begin testing the quality for approval together with their end client in the autumn/winter. This will be an interesting and potentially large application area for our company.

Nexam Chemical held a technical launch of its new high-temperature resin, NEXIMID® MHT-R, in the beginning of October and we have already received several inquiries from around the world. In addition to the project with Rolls Royce and Swerea SiComp, we are expecting several companies to initiate projects with the new resin in the coming years.

The in-depth section of this report features a fairly new area for Nexam Chemical: liquid crystalline polymers, or LCP plastics as they are often referred to. This material is rapidly gaining ground, especially in the electronics industry, where Nexam Chemical has already established itself as a supplier of products for property improvement.

In September, the Japanese company JVP announced that they are initiating commercialization of material for photovoltaics containing our products. This is our second polyimide material customer in Japan that is commercialising products that include our chemicals. I think it is likely that there will be some more in the near future. Our first patent was granted in Japan during the quarter, and several new external Asian patent applications, that include crosslinkers, have gone public.

We hired an interim CFO starting in August, whose tasks include preparing the Company for its previously announced listing change. This work is progressing and we expect to be ready to complete the listing change to NASDAQ Stockholm Small Cap in 2015.

At the end of the year I will hand over the management of Nexam Chemical to the new CEO and look forward to collaborating with him. Our new CEO has the background and qualities that can lead Nexam Chemical to commercial success.

It has been an honour to have served as CEO during these six intensive, fun and extremely educational years. Now that Nexam Chemical

is heading into a new phase, it is time for the entrepreneurs among the group of founders to let in the expertise that will take the Company to new heights. Nexam Chemical's technology has its future on the market. I am convinced that the new management team not only will enable us to manage our underlying potential, but also maximise the transition to benefit both our customers and all of our shareholders. I am looking forward to the addition of new colleagues who can bring new expertise and new skills to the table. It will be exciting to work together, in a new role.

Per Palmqvist Morin
CEO, Nexam Chemical Holding AB

” ...maximise the transition to benefit both our customers and all of our shareholders. ”



In-depth: Liquid crystalline polymers

Introduction

Liquid crystalline polymers (liquid crystal polymers or LCP as it is commonly referred to) is a group of polymers with extreme properties. LCP polymers are exceeded only by PEAK polymers in terms of properties, but it is significantly cheaper and easier to process.

The first discoveries of liquid crystalline phases were made as early as in the 1890s by chemist Otto Lehmann who discovered "the liquid crystalline phase of matter". However, further discoveries of different polymers and a lot of research would be required before Georg Heilmeyer at the RCA Corporation succeeded in developing the first polymer containing a liquid crystalline phase in 1968. Shortly after the initial discovery, the Carborundum Corporation, Eastman and Du Pont succeeded in doing that as well. The LCP polymers of the present time consist of fully aromatic (high-temperature resistant) polyester polymers and were launched in the late 1980s.

The LCP technology is used in both high-performance materials and in solutions for more well-known LCP electronic displays. The LCP material is currently produced mainly by Ticona (a part of Celanese and formerly a part of Hoechst AG), Solvay, Sumitomo, Toray and Polyplastics (a joint venture between Daicel in Japan and Ticona).

Properties and use of polyaryletherketone plastics

LCP plastics have excellent dimension stability and creep resistance, especially at very high temperatures. The continuous use temperature of LCP plastics is approximately 240 °C.



LCP plastic is also highly resistant to many chemicals, including concentrated acids, bases and hydrocarbons. LCP plastics also exhibit excellent fatigue properties and solid dielectric properties over a wide range of temperatures.

LCP plastic also has substantial process advantages when manufacturing plastic components in comparison to other types of high-performance thermoplastics. High production efficiency is thus possible thanks to very short cycle times. It has proven possible to achieve cycle times less than 1 second for many small components. For example, if the production volume is 1 million components, this will often result in the lower production costs outweighing the lower material costs of competing materials.

The extraordinary properties of LCP plastic make it suitable for use in applications such as:

- Electrical and electronic components requiring high precision, such as components that link parts in fibre optic cables and telecom equipment.
- Components for chemical processing machinery.
- Medical equipment.
- Vehicles and under bonnet components.
- Airplane components.
- Machine components for heavy industry.

Filled and reinforced products are available, such as carbon fibre, glass fibre and materials containing minerals and graphite. This enables LCP plastic to be adapted to requirements in many areas.

Market

Asia is the undisputed largest consumer of LCP and is also expected to have the highest growth in LCP consumption in the period leading up to 2017. Demand is also estimated to increase in Western Europe and North America in spite of the relatively high prices for the material.

The very solid growth prospects of LCP plastic are mainly due to the ability to use it in several very demanding applications. This is particularly the case in the electricity and electronics segment, which are markets experiencing strong growth. LCP consumption

grew annually by 3.7% from 2007 to 2012. Annual growth of 8.2% is forecast from 2012 to 2017. This would result in global production of over 63,000 tonnes, at an estimated value of over USD 1 billion. The main driving force is the replacement of moulded parts that were previously made out of metal, as well as the replacement of thermosets and other advanced thermoplastics in the electronics and telecom industries. This is the result of higher demand for miniaturisation and greater precision, along with the demand for more heat-resistant material.

LCP consumption in various industries in 2007, 2012 and estimated consumption for 2017 (1000 tonnes)

	2007	2012	2017
Automotive industry	1.8	2.6	3.7
Aerospace and defence industry	0.7	1.0	1.4
Electrical and electronic components	28.9	34.5	51.9
Industrial machinery	2.9	3.0	3.8
Medical products and healthcare	1.4	1.7	2.5

Source: "Market forecast to 2017" by Smithers-RAPRA 2012.

Nexam's products within the field

Nexam's technology has made an impression on several businesses that produce LCP plastics and joint trials are currently under evaluation. These projects are still in their infancy, but solutions that don't seem to be available with other additives have been identified.

Nexam already has developed products for each of the various purposes and the long-term work is progressing subject to non-disclosure agreements. The goal is for all parties to be able to further boost sales and use of LCP plastics in various applications. There is a high level of interest in replacing more expensive materials or materials that make the component manufacturing process expensive. Some of the products used in the projects are already patent-protected and others are expected to be soon.

Operations during the quarter

During the quarter, our business performed well in many ways.

Some of the most important events were:

- A Japanese customer commenced commercialization of a polyimide-based ink for solar panels. This customer is utilizing the properties unique to Nexam Chemical's crosslinkers.
- IRPC has announced that they have passed the development phase with respect to a polyethylene quality for pipes and they will evaluate this together with their customer in the autumn/winter.
- Products have been delivered to several customers whose projects have been started during the quarter.
- The EUR 375,000 in funding grants provided by Eurostar has gotten the rPET project (recycled PET) off the ground, which we will be working on together with Armacell and The European Van Company. The project aims to upgrade recycled PET with heat-activated crosslinkers and will go on for 24 months.
- IRPC and Nexam Chemical have entered into a framework cooperation agreement with respect to modified polyolefins, such as PE and PP. The agreement formalises frameworks for product development and commercialization.
- Nexam Chemical's patent application for nylon resin with MEPA has been granted in Japan.
- New confidentiality agreements have been entered into with European companies.
- The Board of Directors decided to postpone implementation of the incentive programme 2014–2017 to give key personnel, in the process of being recruited, the opportunity to participate in the programme.
- Work on preparing the Company to change its listing to NASDAQ Stockholm Small Cap has been intensified and is being led by our contracted interim CFO.
- The founders and board members have sold shares to select institutional investors in order to increase the spread of ownership and have signed lock-up agreements in conjunction with this which are in force until June 2015.

Nexam Chemical at a glance

Nexam Chemical

Nexam Chemical develops technology and products that make it possible to significantly improve the properties and performance of most types of plastics in a cost-effective manner and with the same production technology intact. The properties that are improved include temperature resistance and service life. The property improvements that can be achieved by using Nexam Chemical's technology make it possible to replace metals and other heavier and more expensive materials with plastics in a number of different applications. The company was founded in July 2009 after a management buy-out of a crosslinker project from the Perstorp Group. By then, Perstorp had put a number of years into the development of the project, but decided to divest its involvement in the field to instead focus on aldehyde-based chemistry. Nexam Chemical currently has 17 employees in Sweden and eight in Scotland. The Company's head office and R&D are in Lund, Sweden, but its production takes place in St. Andrews, Scotland.

Ongoing partnerships and customer projects

Since Nexam Chemical's technology was introduced in 2009, a number of development projects and partnerships have been entered into with a range of parties, of which several are world leaders in their respective niches. They include BASF, Repsol, IRPC, Sumitomo, ABB, NASA and Rolls-Royce. Nexam Chemical currently works with over 20 of the world's 100 largest chemical and materials companies.

Vision and mission

Nexam Chemical's vision is to be a recognised world leader in the field of property modification of plastic and polymer materials via heat-activated crosslinking.

Financials

Sales and profit

Net sales for the period totalled SEK 455 thousand (SEK 337 thousand), with the majority coming from sales of NEXIMID products mainly to the US and Hong Kong. Other sales were related to NEXAMITE products sold to Europe. Accumulated net sales at the end of the quarter totalled SEK 960 thousand (SEK 840 thousand).

The Group's revenue during the quarter amounted to SEK 534 thousand (SEK 1,400 thousand), with the portion of revenue from grants amounting to SEK 0 (SEK 1,003 thousand).

Personnel expenses during the quarter totalled SEK -2,861 thousand (SEK -2,921 thousand). Other operating costs totalled SEK -4,078 thousand (SEK -3,421 thousand). Costs have increased in comparison to the past year as a result of an intensification of the Company's activities. Costs of premises have increased as a result of non-recurring costs in connection with moving to new premises. Consulting costs have also increased for the past two quarters. These costs are largely related to recruitment, administration costs and certain management functions. A large portion of the increased costs are of a one-time nature. Profit/loss before tax for the quarter came in at SEK -7,877 thousand (SEK -6,323 thousand).

Personnel and organization

As a result of an increase in the Company's operations, and an intensification of its activities, the number of employees employed in the Company's Swedish operations has increased from 13 to 17 over the past year. The number of permanent employees has fallen from nine to eight at Nexam St. Andrews in comparison to the end of the third quarter last year.

Investments

Investments for the period totalled SEK 0.4 million. A total of approximately SEK 1.2 million was invested during the year. This includes investments in laboratory equipment, furniture for the new premises and intellectual property rights.

Cash flow

Net cash flow for the period totalled SEK -9,891 thousand (SEK -6,829 thousand), which is higher than last year and is due to increased costs of a one-time nature as referenced above. The cash flow from operating activities during the period was SEK -8,712 thousand (SEK -6,596 thousand), of which the change in working capital was SEK -1,193 thousand (SEK -1,057 thousand), driven primarily by lower trade payables during the period.

Liquidity and financing

As of the balance sheet date on 30 September 2014, cash and cash equivalents totalled SEK 71,388 thousand (SEK 39,640 thousand). Non-current liabilities consist of interest-bearing loans from the Bank of Scotland for the operations of Nexam St. Andrews Ltd.

Balance sheet

Since Nexam Chemical report in compliance with K3, an adjustment has been made for finance leases in the balance sheet. This means that the leases are recognised as non-current assets and current liabilities. Since this does not affect cash flow, an adjustment has been made in the cash flow statement, which entails only the increased lease fees that were paid out being included in the Cash flow from investing activities line item.

Financial statements

Consolidated Income Statement					
(SEK thousand)	Jul-Sep 2014	Jul-Sep 2013	Acc Jan-Sep 2014	Acc Jan-Sep 2013	Full Year 2013
Operating income	534	1,400	1,156	3,363	5,457
Raw materials and consumables	-855	-597	-1,753	-616	-3,020
Personnel expenses	-2,861	-2,921	-9,916	-9,045	-12,923
Other operating expenses	-4,078	-3,421	-11,904	-10,240	-13,734
Depreciation, amortisation & impairment	-736	-714	-2,221	-1,715	-2,570
Operating profit/loss	-7,996	-6,253	-24,638	-18,253	-26,790
Net finance income/expenses	119	-70	31	-129	282
Profit/loss after finance income & expenses	-7,877	-6,323	-24,607	-18,382	-26,508
Tax on profit/loss for the year	0	0	0	0	-5
Profit/loss for the period	-7,877	-6,323	-24,607	-18,382	-26,513

Consolidated Balance Sheet			
(SEK thousand)	30/9/2014	30/9/2013	31/12/2013
ASSETS			
Non-current assets			
Intangible assets	3,521	3,244	3,572
Tangible assets	11,921	11,910	12,367
Financial assets	5	13	5
Total non-current assets	15,447	15,167	15,944
Current assets			
Inventories	3,859	3,319	2,824
Other current assets	2,077	1,474	3,237
Cash and bank balances	71,388	39,640	32,511
Total current assets	77,324	44,433	38,572
Total assets	92,771	59,600	54,516
Equity and liabilities			
Equity	84,097	51,174	43,523
Liabilities			
Non-current liabilities	5,251	1,856	5,034
Current liabilities	3,423	6,570	5,959
Total liabilities	8,674	8,426	10,993
Total equity and liabilities	92,771	59,600	54,516

Statement of Changes in Equity

(SEK thousand)	Jul-Sep 2014	Jul-Sep 2013	Acc Jan-Sep 2014	Acc Jan-Sep 2013	Full Year 2013
Equity at the start of the period	92,894	57,473	43,523	15,676	15,676
Equity adjustment (Scotland profit/loss)	-48	0	-48	0	0
New share issues and subscription rights	0	0	67,500	53,820	53,820
Issuing costs	-675	0	-2,811	0	0
Non-cash issue	0	0	0	13,737	13,737
Cost of non-cash issue	0	0	0	-13,687	-13,687
Profit/loss for the period	-7,877	-6,323	-24,607	-18,382	-26,513
Translation difference	-197	24	540	10	490
Equity at the end of the period	84,097	51,174	84,097	51,174	43,523

Consolidated Cash Flow Statement

(SEK thousand)	Jul-Sep 2014	Jul-Sep 2013	Acc Jan-Sep 2014	Acc Jan-Sep 2013	Full Year 2013
Cash flow from operating activities before changes in working capital	-7,519	-5,540	-22,408	-16,540	-23,572
Changes in working capital	-1,193	-1,057	-1,365	-3,014	-1,198
Cash flow from operating activities	-8,712	-6,596	-23,773	-19,553	-24,770
Net cash from investing activities	-412	-238	-1,200	-1,565	-2,933
Net cash flow from financing activities	-767	5	63,790	53,518	52,930
Net cash flow for the period	-9,891	-6,829	38,817	32,400	25,227
Cash and cash equivalents at start of period	81,282	46,457	32,511	7,265	7,265
Translation difference in cash & cash equivalents	-2	12	60	-26	19
Cash and cash equivalents at end of period	71,389	39,640	71,388	39,640	32,511

Parent Company Income Statement

(SEK thousand)	Jul-Sep 2014	Jul-Sep 2013	Acc Jan-Sep 2014	Acc Jan-Sep 2013	Full Year 2013
Operating income	1,513	1,453	4,327	3,293	4,776
Personnel expenses	-509	-566	-1,863	-1,308	-2,198
Other operating expenses	-1,481	-634	-3,651	-1,519	-2,561
Operating profit/loss	-477	253	-1,187	466	17
Net finance income/expenses	214	0	214	0	-2
Profit/loss after finance income and expenses	-263	253	-973	466	15
Tax on profit/loss for the year	0	0	0	0	-5
Profit/loss for the period	-263	253	-973	466	10

Parent Company Balance Sheet

(SEK thousand)	30/9/2014	30/9/2013	31/12/2013
Assets			
Non-current assets			
Financial assets	243,990	243,990	243,990
Total non-current assets	243,990	243,990	243,990
Current assets			
Other current receivables	36,085	800	698
Cash and bank balances	28,685	827	1,314
Total current assets	64,770	1,627	2,012
Total assets	308,760	245,617	246,002
Equity and liabilities			
Total equity ¹⁾	307,765	244,506	244,050
Liabilities			
Current liabilities	995	1,110	1,952
Total liabilities	995	1,110	1,952
Total equity and liabilities	308,760	245,616	246,002

* Parent company equity

Opening equity 1/1	244,050	0	0
New share issue	67,500	50	50
Issuing costs	-2,812	0	0
Non-cash issue	0	243,990	243,990
Profit/loss for the period	-973	466	10
Closing equity on the balance sheet date	307,765	244,506	244,050

Lund, 10 november 2014

The Board of Directors

These financial statements have not been audited by the Company's auditor.

Share capital, shares and ownership

The Company's share capital totals 995,769.23, divided up into 51,780,000 outstanding shares. The Company only has one class of shares and all shares have equal rights to dividends. The Company's subsidiary, Nexam Chemical AB, has issued 7,280 share warrants to the staff divided up into three employee share option schemes with redemptions in 2016, 2017 and 2018. The warrants were issued at market conditions. Each warrant entitles the holder to subscribe to a share in the subsidiary, Nexam Chemical AB. The Company has entered into an agreement with the warrant holders concerning a right for Nexam Chemical Holding AB to acquire any subscribed shares in the subsidiary in exchange

for payment in the form of 182,5034 newly issued shares in Nexam Chemical Holding AB for each newly issued share in the subsidiary. If all share warrants are used to subscribe for shares in the subsidiary, Nexam Chemical Holding AB will issue a total of 1,328,625 shares as payment. The newly issued shares would be equal to approximately 2.5% of the share capital given the current number of outstanding shares.

The annual general meeting on 14 May resolved in accordance with the proposal of the Board of Directors to set up an incentive programme with a maximum of 1,083,849 share warrants to be offered to senior executives and key personnel in the Nexam

Chemical Group in exchange for market compensation. Each share warrant entitles the holder to acquire one new share in Nexam Chemical Holding AB at a redemption price estimated at SEK 35.20 per share in September 2014. This is equal to 150 percent of the most recent volume-weighted average price paid for Nexam Chemical's shares on NASDAQ Stockholm First North in the period from 1 September 2014 to 12 September 2014. Senior executives who also are board members are not entitled to participate in the incentive programme.

The shares of Nexam Chemical Holding AB were listed on NASDAQ Stockholm First North on 23 April 2013. A diagram is presented below which depicts the performance of the turnover and price of the shares between 23 April 2013 and 30 September 2014.

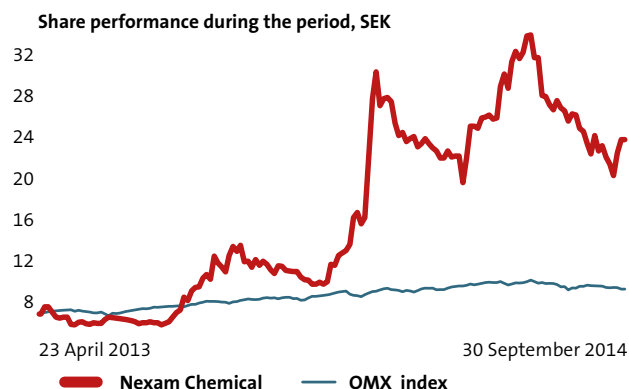
Approximately 18.5 million shares have been turned over during the third quarter of 2014, which is equivalent to over 35% of the total number of outstanding shares. The average price during the period was SEK 26.96 per share. The number of shareholders as of 30 September was 9,209, an increase of 3,162 shareholders since the beginning of the year.

A breakdown of changes in share capital and a list of owners as of 30 September can be found below. For more information, please refer to the company description and Annual Report from 2013 which can be found on Nexam Chemical's website, www.nexamchemical.com.

Action	Change in share capital (SEK)	Accumulated share capital (SEK)	Change (number of shares)	Accumulated number of shares	Quota value (SEK)
Company formation	50,000	50,000	50,000	50,000	1.00
Split		50,000	2,550,000	2,600,000	0.02
Non-cash issue	888,077	938,077	46,180,000	48,780,000	0.02
New share issue	57,692	995,769	3,000,000	51,780,000	0.02

Shareholders ¹	Shares	Percent
UBS AG on behalf of client	4,235,674	8.2%
Insurance company, Avanza Pension	3,882,197	7.5%
Nordnet Pensionsförsäkring AB	2,195,950	4.2%
Lennart Holm, via company	2,091,596	4.0%
AMF Aktiefond Småbolag	1,700,107	3.3%
Per Palmqvist Morin, private, via company and family	1,570,569	3.0%
Jan-Erik Rosenberg, private and via company	1,548,866	3.0%
SIX SIS AG	1,552,955	3.0%
Richard Tooby, private and via company	1,504,266	2.9%
Daniel Röme, via company	1,500,237	2.9%
Other shareholders	29,997,583	58.0%
Total	51,780,000	100.0%

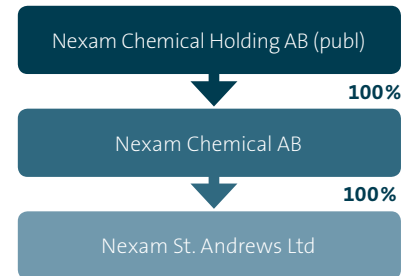
¹ Source: Share register kept by Euroclear and information known to the Company as of 30 September 2014.



Nexam Chemical Holding AB's shares were listed on NASDAQ OMX First North on 23 April 2013. The ticker symbol is NEXAM and the ISIN code is SE0005101003. For more information about our shares, go to www.nexamchemical.com.

Group structure and additional information

Nexam Chemical Holding AB is a Swedish public limited liability company and its corporate ID no. is 556919-9432. The group of companies consists of Nexam Chemical Holding AB (publ), wholly-owned subsidiary Nexam Chemical AB (corporate ID no. 556784-6711) and Nexam Chemical AB's subsidiary in Scotland, Nexam St. Andrews Ltd. (corp. ID no. SC410830).



Accounting policies

The Group applied BFNAR (the Swedish Accounting Standards Board's General Advice) 2012:1 (K3) for the first time when preparing its annual report and consolidated financial statements for 2012. The transition to K3 caused certain changes to the income statement. The parent company did not apply any voluntary exceptions from retroactive application of K3, and so translation has occurred with full retroactive effect.

The accounting policies applied are the same as those used in the 2013 annual report. For more information, see the Group's 2013 Annual Report.

These financial statements have not been audited by the Company's auditor.

Definitions

Equity/asset ratio

This ratio shows how large the proportion of assets financed internally is. The ratio of equity and untaxed reserves (less deferred tax liability) to total assets.

Return on equity

Profit/loss after tax divided by average equity (opening equity plus closing equity divided by two).

Quick ratio

This ratio shows the Company's short-term solvency. Current assets excluding inventories in proportion to current liabilities.

Average number of shares

The average number of shares has been calculated using IAS 33. The calculations have been performed on the basis of a mathematical adjustment of the historic number of outstanding shares, including warrants.

Risks and uncertainties

The Group's operations are affected by a number of factors which can result in a risk for the Group's operations and profit. See the company

description on Nexam Chemical's website and the Annual Report for 2013 for information about the Company's risks and uncertainties.

Estimates and judgements

In order to be able to prepare the financial statements, the Board of Directors and management make judgements and assumptions on the basis of available information that impact the Company's financial performance and financial position.

Estimates and judgements are evaluated on an ongoing basis and are based on historical experience and other factors, including expectations about future events that can be reasonably expected under pre-

vailling conditions. The actual outcome may differ from the judgements made. The areas where estimates and assumptions could lead to a significant risk of adjustments to the figures reported for the Company's financial performance and position in future reporting periods are primarily judgements about market conditions and thus the value of the Group's non-current assets.

2015 Annual General Meeting

Nexam Chemical's Annual General Meeting will be held on Tuesday, 12 May 2015, at 3:00 pm, at Medicon Village, Scheelevägen 2, Lund, Sweden.

Shareholders are entitled to have items put on the agenda for the Annual General Meeting if a request has been received by the Board of Directors no later than on 24 March 2015. The Board of Directors can be contacted via email at: styrelsen@nexamchemical.com or by regular mail addressed to:

Nexam Chemical Holding AB (publ)
Att: Board of Directors
Scheelevägen 19
223 63 LUND
Sweden

The Nomination Committee consists of the following people:

Carl Hegelund, Chairman of the Nomination Committee and appointed by Per Palmqvist Morin; Per Samuelson, appointed by Michael Karlsson, and by Chairman of the Board of Directors Lennart Holm.

Shareholders who wish to submit proposals to the Nomination Committee can contact the Nomination Committee via email at: valberedning@nexamchemical.com, or by regular mail addressed to:
Nexam Chemical Holding AB (publ)
Att: Nomination Committee
Scheelevägen 19
223 63 LUND
Sweden

Proposals should be received by the Nomination Committee no later than 28 February 2015 for the Nomination Committee to be able to process them with sufficient care.

Contact & media

Bolaget

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Financial calendar

Upcoming events

25 February 2015	2014 Year-End Report
20 April 2015	Interim Financial Statements January-March 2015
12 May 2015	Annual General Meeting
20 August 2015	Interim Financial Statements January-June 2015
12 November 2015	Interim Financial Statements January-September 2015
18 February 2016	2015 Year-End Report

This Interim Financial Statement is published in Swedish and English.
The Swedish text shall govern for all purposes and prevail in case of any discrepancy with the English version.



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