



Q4 Report 2023



GREEN MINERALS
Enabling the green shift

Contents

Letter from the CEO 2

Key Highlights 4

Consolidated interim statement of income 5

Consolidated interim statement of financial position 6

Consolidated interim statement of cash flow 7

Selected notes and disclosures..... 8

Shareholders in Green Minerals as of 30 September 2023 9

Letter from the CEO

Norwegian Parliament decides to open for commercial marine minerals activities!

On January the 9th, the Norwegian Parliament decided to open for deep sea mining activities within the assessment area on the Norwegian shelf. The decision was made with a solid majority of 80-20 with all major parties supporting the decision. This means that we are contemplating a licensing round as early as the second half of 2024 and actual assets for Green Minerals as soon as Q4 2024/Q1 2025.

On the international stage, the work related to Green Minerals' nodules license MoU in the Clarion-Clipperton Zone (CCZ) progresses at a slow but steady pace. Our commitment is underlined by the signing of an extension of the MoU to the end of 2024. We are in for the long run and are determined to see this process through as recent news reiterated the need for an independent metal supply chain. Indeed, the need for critical metals can only soar in the wake of green initiatives while in the meantime critical metal supplies are in effect controlled by few countries. Green Minerals and its partner's success here would provide the world with an expected 200 million tonnes of mineral resources packed with metals needed by battery manufacturers among others.

Since its beginning, Green Minerals has believed that correct and healthy value creation entails understanding the holistic character of the marine minerals value chain. Green Minerals does not want to only fulfill ESG requirements from others. Green Minerals believes a sustainable activity ensures a sustainable value delivery to its shareholders and eventually the world. This attitude is reflected in our Research and Development.

The final research cruise of Project Ultra led by the National Oceanographic Centre (NOC) and the University of Southampton, was completed this quarter. We are delighted to see good progress from our 2 sponsored PhD students. The first project informs our future exploration activities in understanding how sediments can be vectors to find inactive deposits. The second project will give us precious early information related to the in-situ value of deposits being explored. More excitingly, this research may lead us to consider additional material as ore which was previously considered waste.

Green Minerals continues our collaboration with NTNU to further develop our in-house risk-analysis framework DeepMinex®. Part of this work has been presented at the Underwater Mining Conference in Rotterdam, one of which tackled the effect of future tax regimes for deep-sea mining activities in Norway. A new project started in September related to the Value of Information, providing us with a tool to understand the risks and underlying values before exploration investments.

Next, our partnership with Oil State Industries (OSI) has produced its first deliverables regarding a groundbreaking design for mining Seafloor Massive Sulphides (copper and cobalt). We expect to see this study completed within Q1 this year. The results will be used for future licensing activities and inform our exploration strategies by providing us with mining costs that are trustable. Through this activity, Green Minerals reaches potential partners within the industry. By the end of this study, OSI will be a significant shareholder of Green Minerals, confirming the industry interests in our business.

Finally, we have received the final report from the processing study led by GTK. The study has demonstrated that ore from Seafloor Massive Sulphides (SMS-ore) can be introduced directly into the processing flowsheets already existing for land-based copper ore. Further, the study showed that SMS-ore can be blended with conventional copper-nickel sulphide from a producing Nordic mine without additional processing efforts. The results from the study confirm our assumptions related to the integration of the marine "super-ore" in the existing copper value chain and support Green Minerals business strategy.

Looking at our Q4 achievements, we believe our strategy is right: we de-risk our activity by holding options open and building up our holistic understanding of the value-creation processing in the nascent industry. We will keep heading for the next quarter and believe our chosen strategy will bear fruit very soon!



Ståle Monstad

CEO

Oslo 20 February 2024

A handwritten signature in blue ink, appearing to read "Ståle Monstad".

Key Highlights

Key figures				
All figures in NOK '000 (except equity ratio)	Q4 2023 (Unaudited)	Q4 2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Revenues	6	206	6	206
Operating expenses	-3,996	-4,081	-10,943	-11,330
EBITDA	-3,990	-3,875	-10,937	-11,124
EBIT	-3,990	-3,875	-10,937	-11,124
Profit/(loss)	-3,990	-3,866	-10,966	-11,110
Cash flow operating activities	-2,674	-2,359	-9,528	-8,883
Net cash flow	-2,021	-2,359	-9,528	2,185
Total assets	12,671	21,998	12,671	21,998
Cash and cash Equivalents	11,723	21,252	11,723	21,252
Equity ratio	90%	94%	90%	94%

- Q4 EBITDA included a NOK 1.5 million non-cash charge on company's share incentive program, hence underlying EBITDA was NOK -2.5 million, broadly in line with previous guiding and run rate.
- On January 9th, the Norwegian Parliament decided to open the Norwegian sector for mineral activities by an 80-20 majority vote.
- Two major discoveries were reported during the quarter in the Norwegian sector. Confirms two different play models.
- Green Minerals signed an extension to the MoU on a large nodule license in CCZ.
- Final results from processing studies at GTK (Finland) confirm blendability between SMS and onshore copper ore.

Consolidated interim statement of income.

Consolidated interim statement of income				
All figures in NOK '000 (except EPS)	Q4 2023 (Unaudited)	Q4 2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Revenues	6	206	6	206
Personnel expenses	-2,398	-2,499	-6,537	-6,586
Other expenses	-1,599	-1,582	-4,407	-4,744
Total operating expenses	-3,996	-4,081	-10,943	-11,330
EBITDA*	-3,990	-3,875	-10,937	-11,124
Depreciation	-	-	-	-
Amortization	-	-	-	-
Impairment	-	-	-	-
Operating profit (loss) / EBIT	-3,990	-3,875	-10,937	-11,124
Interest income	-	16	5	16
Other financial income	-	-1	13	4
Other financial expenses	0	-6	-47	-6
Profit/(loss) before income tax	-3,990	-3,866	-10,966	-11,110
Income tax	-	-	-	-
Profit/(loss) for the period	-3,990	-3,866	-10,966	-11,110

*Operating profit before depreciation, impairment, and gains (losses) on property, plant and equipment

Consolidated interim statement of financial position

Consolidated interim statement of financial position				
All figures in NOK '000 (except equity ratio)	Q4 2023 (Unaudited)	Q4 2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
ASSETS				
Non-current assets				
Total non-current assets	-	-	-	-
Current assets				
Other current assets	948	672	948	672
Due from related parties	-	75	-	75
Cash and cash equivalents	11,723	21,252	11,723	21,252
Total current assets	12,671	21,998	12,671	21,998
TOTAL ASSETS	12,671	21,998	12,671	21,998
EQUITY				
Paid in Capital	41,723	40,853	41,723	40,853
Share options granted	3,055	2,188	3,055	2,188
Retained earnings	-33,322	-22,356	-33,322	-22,356
Total Equity	11,457	20,685	11,457	20,685
<i>EQ ratio</i>	90%	94%	90%	94%
LIABILITIES				
Non-current liabilities				
Total non-current liabilities	-	-	-	-
Current liabilities				
Trade payables	212	91	212	91
Public duties payable	432	432	432	432
Other payables	570	790	570	790
Total current liabilities	1,215	1,314	1,215	1,314
Total liabilities	1,215	1,314	1,215	1,314
TOTAL EQUITY AND LIABILITIES	12,671	21,998	12,671	21,998

Consolidated interim statement of cash flow

Consolidated interim statement of cash flow				
All figures in NOK '000	Q4 2023 (Unaudited)	Q4 2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Cash flows from operating activities				
Profit / (loss) before income tax	-3,990	-3,698	-10,966	-11,110
<i>Adjustments for:</i>				
(Increase)/decrease in warrents	1,527	1,426	867	1,470
Other items	-0	-	870	184
Paid income tax	-	-	-	-
(Increase)/decrease in trade and other receivables	-513	-48	-201	-96
Increase/(decrease) in trade and other payables	301	-39	-99	669
Net cash from operating activities	-2,674	-2,359	-9,528	-8,883
Cash flows from investing activities				
Capital expenditures	654	-	-	-
Other	-	-	-	-
Net cash used in investing activities	654	-	-	-
Cash flows from financing activities				
Proceeds from issuance of ordinary shares	-	-	-	11,160
Transaction costs on issuance of ordinary shares	-	-	-	-92
Other	-	-	-	-
Net cash from financing activities	-	-	-	11,068
Net (decrease)/increase in cash and cash equivalents	-2,021	-2,359	-9,528	2,185
Cash and cash equivalents at beginning of the period	13,744	23,610	21,252	19,067
Cash and cash equivalents at end of the period	11,723	21,252	11,723	21,252

Selected notes and disclosures

Note 1: General information and basis for preparation.

Green Minerals AS is a public limited liability company, incorporated and domiciled in Norway. The company's registered address is Nedre Slottsgate 8, 0157 Oslo. The quarterly accounts have been prepared in conformity with the Accounting Act and NRS 8 - Good accounting practice for small companies. The quarterly financial statements are unaudited, except the annual 2022 figures that have been derived from the audited annual financial statement.

Note 2: Related parties' transactions.

The Company has an advisory agreement with Storfjell AS, a company controlled by Ståle Rodahl (Chairman of the Board of both the Company and Seabird Exploration Plc), where Storfjell AS assists the Company on business development and financial matters. NOK 0.2 million was booked under the agreement in Q4 2023 and NOK 0.9 million for the full year 2023.

Note 3: Share capital and share base payments.

The total number of ordinary shares on 31 December 2023 was 14 104 400 with a par value of NOK 0.003.

The company has granted warrants to key personnel. As of 31 December 2023, there are 900,000 outstanding warrants with a weighted average strike of NOK 13.22 per share. The market-to-market book value of these is NOK 3.1 million as of the end of Q4 2023, up from NOK 1.5 million in Q3 2023 and up from NOK 2.2 million in Q4 2022. This results in a non-cash P&L effect of NOK -1.5 million in the fourth quarter and NOK -0.9 million for the full year 2023.

Shareholders in Green Minerals as of 31 December 2023

SHAREHOLDER OVERVIEW		
Name	Number of shares	Ownership
Tølinet Invest As	1,555,637	11.0%
Anderson Invest As	1,162,059	8.2%
Grunnfjellet As	596,750	4.2%
Møsbu As	496,134	3.5%
Storfjell As	479,714	3.4%
Artel As	454,500	3.2%
Seabird Exploration Plc	446,801	3.2%
Nordnet Livsforsikring As	440,466	3.1%
Gekko As	381,337	2.7%
The Bank Of New York Mellon Sa/Nv	299,565	2.1%
Nordnet Bank Ab	245,997	1.7%
Ikm Industri-Invest As	213,978	1.5%
Clearstream Banking S.A.	213,475	1.5%
Dnb Bank Asa	201,475	1.4%
Ifg Holding As	181,800	1.3%
North Sea Group As	170,000	1.2%
F Storm As	154,030	1.1%
Torvik Trailerrep As	150,000	1.1%
Sander Invest As	143,000	1.0%
Norman-Hansen	136,300	1.0%
Other	5,981,382	42.4%
Total	14,104,400	100.0%

Disclaimer

All statements contained in this presentation that are not statements of historical facts, including statements on projected operating results, financial position, business strategy, and other plans and objectives for future results, constitute forward-looking statements and are predictions of, or indicate, future events and future trends which do not relate to historical matters. No person should rely on these forward-looking statements because they involve known and unknown risks, uncertainties, and other factors which are, in many cases, beyond the company's control and may cause its actual results, performance, or achievements to differ materially from anticipated future results, performance or achievements expressed or implied by the forward-looking statements and from past results, performance or achievements. These forward-looking statements are made as of the date of this presentation and are not intended to give any assurance as to future results. None of the company, its employees, and its representatives assumes any obligation to update these statements.

