

PHOTOCAT



INTERIM REPORT

2015-01-01 – 2015-09-30

Photocat A/S, CVR No. 32357903

SUMMARY (2015-01-01 – 2015-09-30)

INTERIM FINANCIAL SUMMARY JAN-SEP 2015

- In the first 9 months of 2015 the revenue amounted to DKK 2.202 million.
- EBITDA amounted to DKK – 2.889 million.

SIGNIFICANT EVENTS

THIRD QUARTER PERIOD

- Photocat sold its first major city project using the company's latest new technology for wet concrete.
- First export activities initiated in Norway
- Pre-IPO private placement completed

EVENTS AFTER THE END OF THE PERIOD

- Defined project with Environmental Major of Mexico City
 - Completed IPO on Nasdaq First North Stockholm
 - Entered reality contract negotiations with 2 major customers
 - Significant order for the Garden product
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MESSAGE FROM THE CEO

Activities during the third quarter continued to focus on Photocat's transformation from an R&D company that was selling consultancy services, to a commercial manufacturer of photocatalytic solutions and application systems. We see that Photocat's technology can significantly impact the reduction of NOx pollution in the cities. During the quarter we managed to install our NOxOFF concrete stones in a joint project with the Danish company IBF and the municipality of Horsens, Denmark. More than 2.000 SQM was installed in the city center of Horsens. This project is capable of removing NOx pollution equal to the NOx pollution from 44 cars in one year.

The Pre-IPO private placement was completed by the end of July 2015 followed by the IPO that was completed after the end of the 3rd quarter when the Photocat share started trading on Nasdaq First North in Stockholm on November 20. It is the first Danish A/S company listed on Nasdaq First North Stockholm. Photocat welcomes all these investors as shareholders in the company.

Photocat is in close co-operation with Mexico City's Environmental Mayor working on creating a world class NOx reduced zone in one of the larger commercial areas of Mexico City. The aim is to improve the air quality in an area where lots of people spend their daily life. The management is focusing on securing political support for the project in the first half of 2016.

We made our first efforts in the Norwegian market as the major cities in Norway all struggle with high NOx concentrations and further initiatives are needed to bring down the level of NOx pollution. Our primary focus will be on concrete and pavement solutions providers.

Dieselgate broke out in the US in the third quarter and has virtually been on all decision makers lips. The topic of NOx and the consequences of the cars emitting much more than expected is high on the agenda. This gave Photocat the opportunity to participate in the public debate and contribute with the company's vast knowhow on consequences and measuring of NOx pollution. We are confident that our contribution to the public debate will result in several new projects in major cities in Denmark during 2016.

After the end of the accounting period we won a significant order for Photocat's Graden product when Stonetreatment placed an order that will generate revenues of DKK 5.3 million over three years.



Michael Humle
Co-founder & CEO
25. november

Financial Summary of the first 9 months of 2015

- In the first 9 months of 2015 Photocat has transformed from a R&D company selling consultancy services, to a commercial manufacturer of photocatalytic solutions and application systems. In the first 9 months of 2015 Photocat realized a significant increase in sales of photocatalytic solutions amounted to DKK 2.202 millions compared to a total sales for photocatalytic solutions of DKK 0.9 million in 2014.
- The sale of photocatalytic solutions increased especially within the new product for 2015, Photocat Garden, NOxOFF bitumen membranes and for the ActiFloor product sold to North America.
- In the first 9 months of 2015 the new wet concrete technology from Photocat A/S also recorded its first sales.

PHOTOCAT A/S

Photocat A/S manufactures patented coating materials for both outdoor and indoor applications with the effect to degrade NOx and VOC's when exposed to light. Both NOx and VOC's are severely damaging to human health. Photocat's patented technology is a very efficient and economically viable alternative to many of the traditional technologies targeting NOx.

Photocat's share was listed on Nasdaq First North in Stockholm November 20, 2015, with the ticker symbol PCAT.

The company's Certified Advisor is Redeye AB.

FINANCIAL CALENDAR

Fourth Quarter Report	[01.01.2015 – 31.12.2015]	[25.02.2016]
Annual Report	[01.01.2015 – 31.12.2015]	[05.05.2016]
Annual General Meeting		[25.05.2016]

INCOME STATEMENT

<i>IN DKK</i>	<i>Note</i>	Q3 2015
Nettoomsætning <i>Revenue</i>		2.202.414
Andre driftsindtægter <i>Other operating income</i>		265.074
Omkostninger til råvarer og hjælpematerialer <i>Expenses for raw materials and consumables</i>		-515.948
Andre eksterne omkostninger <i>Other external expenses</i>		-2.094.744
Bruttoresultat <i>Gross profit</i>		-143.204
Personaleomkostninger <i>Staff expenses</i>		-2.746.148
Af- og nedskrivninger af immaterielle og materielle anlægsaktiver <i>Depreciation, amortisation and impairment of intangible assets and property, plant and equipment</i>		-1.656.336
Resultat før finansielle poster <i>Profit/loss before financial income and expenses</i>		-4.545.689
Finansielle omkostninger <i>Financial expenses</i>		-291.980
Resultat før skat <i>Profit/loss before tax</i>		-4.837.668
Skat <i>Taxes</i>		0
Resultat <i>Net profit/loss</i>		-4.837.668

Balance Sheet 30th of June

ASSETS

IN DKK	Note	Q3 2015	Year-end 2014
Færdiggjorte udviklingsprojekter <i>Completed development projects</i>		9.366.686	9.792.771
Erhvervede patenter <i>Acquired patents</i>		528.944	710.771
Udviklingsprojekter under udførelse <i>Development projects in progress</i>		342.134	342.134
Immaterielle anlægsaktiver <i>Intangible Assets</i>		10.237.764	10.845.576
Produktionsanlæg og maskiner <i>Plant and machinery</i>		2.462.697	3.246.048
Materielle anlægsaktiver <i>Property, plant and equipment</i>		2.462.697	3.246.048
Andre værdipapirer og kapitalandele <i>Other investments</i>		1	1
Deposita <i>Deposits</i>		290.302	290.302
Finansielle anlægsaktiver <i>Fixed asset investments</i>		290.303	290.303
Anlægsaktiver <i>Fixed assets</i>		12.990.764	14.382.027
Råvarer og hjælpematerialer <i>Raw materials and consumables</i>		567.177	710.677
Færdigvarer og handelsvarer <i>Finished goods and goods for resale</i>		396.801	396.801
Varebeholdninger <i>Inventories</i>		963.978	1.107.478
Tilgodehavender fra salg og tjenesteydelser		1.624.558	288.565

INTERIM REPORT Q3.2015

<i>Trade receivables</i>		
Tilgodehavender hos tilknyttede virksomheder <i>Receivables from group enterprises</i>	31.625	31.625
Andre tilgodehavender <i>Other receivables</i>	103.363	37.835
Udskudt skatteaktiv <i>Deferred tax asset</i>	1.474	1.474
Selskabsskat <i>Corporation tax</i>	509.081	509.081
Periodeafgrænsningsposter <i>Prepayments</i>	151.423	152.692
Tilgodehavender <i>Receivables</i>	2.421.524	1.021.272
Likvide beholdninger <i>Cash at bank and in hand</i>	632.328	17.713
Omsætningsaktiver <i>Current assets</i>	4.017.830	2.146.463
Aktiver <i>Assets</i>	17.008.595	16.528.490

Balance Sheet 30th of September

Liabilities & equity

IN DKK	Note	Q3 2015	Year-end 2014
Selskabskapital <i>Sharecapital</i>		1.785.379	1.167.537
Overført resultat <i>Retained earnings</i>		7.689.668	4.932.044
Egenkapital <i>Equity</i>		9.475.047	6.099.581
Ansvarlig lånekapital <i>Subordinate loan capital</i>			500.002
Kreditinstitutter <i>Credit institutions</i>		1.825.000	644.996
Leverandører af varer og tjenesteydelser <i>Trade payables</i>		0	231.496
Gæld til selskabsdeltagelse og ledelse <i>Payables to Shareholders and Management</i>		25.329	2.938.058
Periodeafgrænsningsposter <i>Deferred income</i>		2.915.819	2.915.819
Langfristede gældsforpligtelser <i>Long-term debt</i>		4.766.148	7.230.371
Kreditinstitutter <i>Credit institutions</i>		580.000	161.867
Leverandører af varer og tjenesteydelser <i>Trade payables</i>		1.261.229	2.077.813
Anden gæld <i>Other payables</i>		471.758	504.445
Periodeafgrænsningsposter <i>Deferred income</i>		454.413	454.413
Kortfristede gældsforpligtelser <i>Short-term debt</i>		2.767.400	3.198.538

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Gældsforpligtelser <i>Debt</i>	7.533.548	10.428.909
Passiver <i>Liabilities and equity</i>	17.008.595	16.528.490

Cash flow statement 1st January - 30th of September

IN DKK	Note	Q3 2015
Resultat <i>Net profit/loss</i>		-2.889.352
Reguleringer <i>Adjustments</i>		-265.074
Ændring i driftskapital <i>Change in working capital</i>		
Pengestrømme fra drift før finansielle poster <i>Cash flow from operating activities before financial income and expenses</i>		-3.154.426
Renteudbetalinger og lignende <i>Financial expenses</i>		-150.319
Pengestrømme fra ordinær drift <i>Cash flow from ordinary activities</i>		-3.304.745
Betalt selskabsskat <i>Corporation tax paid</i>		0
Pengestrømme fra driftsaktivitet <i>Cash flow from operating activities</i>		-3.304.745
Køb af immaterielle anlægsaktiver <i>Purchase of property, plant and equipment</i>		
Andre reguleringer <i>Other adjustments</i>		
Pengestrømme fra investeringsaktivitet <i>Cash flow from investing activities</i>		
Forøgelse af gæld til kreditinstitutter <i>Increase in loans from credit institutions</i>		1.598.137
Tilbagebetaling af gæld til tilknyttede virksomheder af varer og tjenesteydelser <i>Repayment of payables to group enterprises</i>		-2.558.223
<i>Increase in Equity</i>		4.879.446

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Pengestrømme fra finansieringsaktivitet <i>Cash flow from financing activities</i>	3.919.360
Ændring i likvider <i>Change in cash and cash equivalents</i>	614.615
Likvider 1. januar <i>Cash and cash equivalents at 1 January</i>	17.713
Likvider 30. September <i>Cash and cash equivalents at 30th of September</i>	632.328
Likvider specificeres således: <i>Cash and cash equivalents are specified as follows:</i>	
Likvide beholdninger <i>Cash at bank and in hand</i>	632.328
Likvider 30. September <i>Cash and cash equivalents at 30th of September</i>	632.328

RISKS

Photocat's operations are associated with risks related to inter alia product development, commercialization, financing, intellectual property, collaborations with partners, authority decisions, agreements and key personnel.

For a description of the Company's risks, please see the Annual Report for the fiscal year 2014. No significant changes in the Company's risk assessment have occurred since the Annual Report was issued.

STATEMENT

The Board of Directors and the CEO certify that the interim report gives a fair overview of the business, position and profit or loss of the Company and describes the principal risks and uncertainties that face the Company.

This report has not been reviewed by the Company's auditors.

Roskilde, [November 25, 2015]

Mette Therkildsen, Chairman of the Board

Thomas Becker, Board member

Henrik Jensen, Board member

Tom Weidner, Board member

FOR MORE INFORMATION, PLEASE CONTACT:

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