9-month financial report

January – September 2023

NAXS AB (publ)

9-month financial report January – September 2023

9-month 2023

- Net profit amounted to MSEK 18.5 (144.5).
- Earnings per share amounted to SEK 1.67 (13.00).
- Net asset value amounted to MSEK 936 (SEK 84.52 per share) at September 30, 2023, compared to MSEK 959 (SEK 86.59 per share) at December 31, 2022.
- Net cash amounted to MSEK 226 (SEK 19.91 per share) at September 30, 2023, compared to MSEK 212 (SEK 19.11 per share) at December 31, 2022.
- The 2023 Annual General Meeting resolved to pay a dividend of 3.75 SEK per share for FY 2022.

936
MSEK
Net Asset Value

Third quarter 2023

- Net profit/loss amounted to MSEK 11.3 (51.7).
- Earnings per share amounted to SEK 1.02 (4.67).

In the fourth quarter of 2022, the functional currency of the Danish and Norwegian subsidiaries was changed to be the same as that of the parent company and is reported in the income statement in the item Change in value instead of as before when the foreign subsidiaries financial statements have been translated to SEK and the translation difference has been reported in other comprehensive income. The comparison period January – September 2022 has been adjusted accordingly and the translation difference that is now included in last year's profit amounted to MSEK 51.1, corresponding to SEK 4.61 per share.

84.52
SEK
NAV per share

+1.2%
Q3
Change in NAV per share

Financial summary

	2023 30 Sep	2022 31 Dec
Net asset value (NAV), KSEK	936,226	959,252
Private equity fund investments, KSEK	641,369	687,989
Private equity fund investments in % of equity	69	72
Remaining commitments, KSEK	123,602	157,582
Total exposure to Private equity fund investments, KSEK	764,971	845,571
Other investments, KSEK	65,488	60,801
Net cash, KSEK	226,387	211,668
Private equity fund investments per share, SEK	57.90	62.11
Other investments per share, SEK	5.91	5.49
Net cash per share, SEK	20.44	19.11
Net asset value per share, SEK	84.52	86.59
Share price, SEK	68.40	59.80

Comments by the CEO

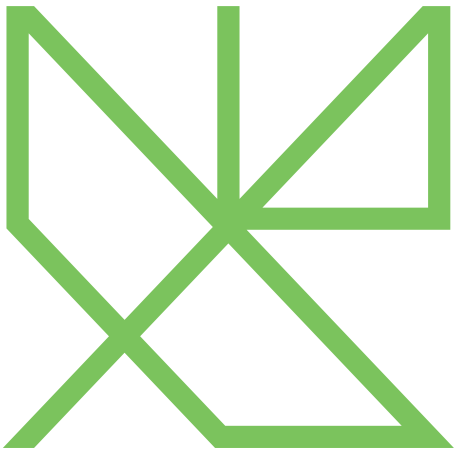
The third quarter saw the NAV/share edge up by 1.2%. Over 12 months, the NAV/share has increased by 5.9%, including the FY 2022 dividend paid during the previous quarter.

Just as during the first half of 2023, the macro-economic backdrop remained challenging during the third quarter, affecting both general investor sentiment and private equity market activity. In the Nordics, private equity deal volume continued to be lower than during preceding years, notably due to tighter financing conditions.

NAXS's portfolio nevertheless saw 3 new acquisitions and 1 exit by underlying funds during the third quarter.

Finally, you will have noticed the new reporting format implemented in this interim report, whereby we aim to make our reporting both more informative and easier to read.

Gösta Lundgren



Operations

NAXS AB (publ) ("NAXS" or the "Company") is a company listed on NASDAQ Stockholm and investing primarily in private equity funds with a Nordic focus. NAXS may also make direct investments or co-investments alongside private equity or other alternative as-sets funds and may invest up to forty percent of its net asset value in any securities or assets in any jurisdiction.

Operations commenced on April 17, 2007, and the Company was listed on First North on May 14, 2007, where it traded until its change of listing to NASDAQ Stockholm on June 8, 2010.

NAXS is the Group's parent company and is headquartered in Stockholm. In addition to the parent company, the group consists of the subsidiaries NAXS A/S, registered in Copenhagen, NAXS Nordic Access Buyout AB, registered in Stockholm, and NAXS Nordic Access Buyout AS, registered in Oslo. The Danish and Swedish subsidiaries operate as holding companies for the Group's investments.

Naccess Partners AB has been contracted as the investment advisor to the Danish subsidiary.

Investments

Private equity fund investments

At September 30, 2023, NAXS had commitments to 12 active private equity funds (10 buyout funds and 2 special situations funds) which are listed below:

Apax Europa VII

Apax Europe VII is the seventh pan-European fund raised by Apax Partners, a global private equity firm headquartered in London and operating out of six offices on four continents. Apax Partners invests globally across four sectors: consumer, healthcare, services and tech & telecom.

Fund size: MEUR 11,000
Segment: large cap
Geographic focus: primarily Europe
Vintage: 2008
Website: www.apax.com
NAXS initial commitment: MEUR 15
No. of portfolio companies/exits: 3/33

Celero Capital Fund (E) AB

Celero Capital Fund (E) AB is the first fund raised by Celero Capital, a Nordic lower mid- market private equity firm that is focused on the services, consumer goods and niche industrials sectors.

Fund size: n/a
Segment: lower mid cap
Geographic focus: Nordics
Vintage: 2023
Website: https://celerocapital.com/
NAXS initial commitment: MEUR 1.5
No. of portfolio companies/exits: 2/0

Equip Capital I

Equip Capital I is the first fund raised by Equip Capital, an Oslo-based private equity firm focusing on investments in small and mid-sized companies in the Nordic region. The Equip Capital team has extensive investment experience across the consumer, industrials and business services sectors.

Fund size: MNOK 1,900
Segment: small/mid cap
Geographic focus: Norway and Nordics
Vintage: 2020
Website: www.equip.no
NAXS initial commitment: MNOK 20
No. of portfolio companies/exits: 12/0

JAB Consumer Fund – Global Consumer Brands II

JAB Consumer Fund – Global Consumer Brands II is a private equity fund co-investing along JAB Holding, a privately held group focused on consumer goods and retail companies with premium brands, as well as pet care and services. The fund focuses on the fast casual dining sector, as well as pet care.

Fund size: MUSD 5,000
Segment: large cap
Geographic focus: global
Vintage: 2018
Website: https://www.jabholco.com
NAXS initial commitment: MUSD 5
No. of portfolio companies/exits: 4/0

JAB Consumer Fund – Global Consumer Brands III

JAB Consumer Fund – Global Consumer Brands III is a private equity fund co-investing along JAB Holding, a privately held group focused on consumer goods and retail companies with premium brands, as well as pet care and services. The fund focuses on pet care.

Fund size: MUSD 3,800
Segment: large cap
Geographic focus: global
Vintage: 2020
Website: https://www.jabholco.com
NAXS initial commitment: MEUR 5
No. of portfolio companies/exits: 1/0

JAB Consumer Partners – JCP V

JAB Consumer Fund – Global Consumer Brands III is a private equity fund co-investing along JAB Holding, a privately held group focused on consumer goods and retail companies with premium brands, as well as pet care and services. The fund focuses on pet care and pet services.

Fund size: MUSD 5,000
Segment: large cap
Geographic focus: global
Vintage: 2022
Website: https://www.jabholco.com
NAXS initial commitment: MEUR 5
No. of portfolio companies/exits: 1/0

Mimir Industries AB

Mimir Industries AB is the second investment vehicle raised by Mimir, private equity special situations manager focusing on mid-sized companies in all sectors, except real estate.

Fund size: >MSEK 500
Segment: mid cap
Geographic focus: global, with a focus on the Nordics
Vintage: 2022
Website: www.mimirinvest.com
NAXS initial commitment: MSEK 75
No. of portfolio companies/exits: 6/0

Mimir Invest AB

Mimir Invest AB is the first investment vehicle raised by Mimir, private equity special situations manager focusing on mid-sized companies in all sectors, except real estate.

Fund size: >MSEK 500
Segment: small cap
Geographic focus: global, with a focus on the Nordics
Vintage: 2017
Website: www.mimirinvest.com
NAXS initial commitment: MSEK 50
No. of portfolio companies/exits: 6/2

Nordic Capital CV1 LP

Nordic Capital Fund CV1 is a continuation vehicle holding certain assets from Nordic Capital Fund VII. Established in 1989, Nordic Capital is one of the largest buyout managers in Northern Europe. The firm focuses on selected sectors where it has deep experience and a proven track record. Core sectors are Healthcare, Technology & Payments, Financial Services and selectively, Industrial Goods & Services.

Fund size: MEUR 2,500
Segment: large cap
Geographic focus: primarily the Nordics
Vintage: 2008
Webbplats: https://www.nordiccapital.com/
NAXS initial commitment: MEUR 14.65
No. of portfolio companies/exits: 3/7

Nordic Capital Evolution

Nordic Capital Evolution has been raised by Nordic Capital to replicate in the mid-market the firm's established investment strategy. Established in 1989, Nordic Capital is one of the largest buyout managers in Northern Europe. The firm focuses on selected sectors where it has deep experience and a proven track record. Core sectors are Healthcare, Technology & Payments, Financial Services and selectively, Industrial Goods & Services.

Fund size: MEUR 1,200
Segment: mid cap
Geographic focus: Northern Europe
Vintage: 2021
Webbplats: https://www.nordiccapital.com/
NAXS initial commitment: MEUR 1
No. of portfolio companies/exits: 7/0

Nordic Capital Fund X LP

Nordic Capital Fund X is the tenth fund raised by Nordic Capital. Established in 1989, Nordic Capital is one of the largest buyout managers in Northern Europe. The firm focuses on selected sectors where it has deep experience and a proven track record. Core sectors are Healthcare, Technology & Payments, Financial Services and selectively, Industrial Goods & Services.

Fund size: MEUR 6,100
Segment: large cap
Geographic focus: Europe and selected global healthcare and technology & payments investments
Vintage 2020
Website: https://www.nordiccapital.com/
NAXS initial commitment: MEUR 2
No. of portfolio companies/exits: 16/0

Valedo Partners Fund II

Valedo Fund II is the second fund of Valedo, a growth oriented Swedish small cap manager established in 2006 by a spin-off team from EQT. The fund focuses on the Swedish small cap segment.

Fund size: MSEK 2,000
Segment: small cap
Geographic focus: Sweden and the Nordics
Vintage: 2011
Website: https://www.valedopartners.com/
NAXS initial commitment: MSEK 65
No. of portfolio companies/exits: 5/6

In addition, NAXS has commitments to 3 private equity funds that are either in dissolution process or have exited all their portfolio companies (FSN Capital III, Herkules Private Equity III and Nordic Capital VII).

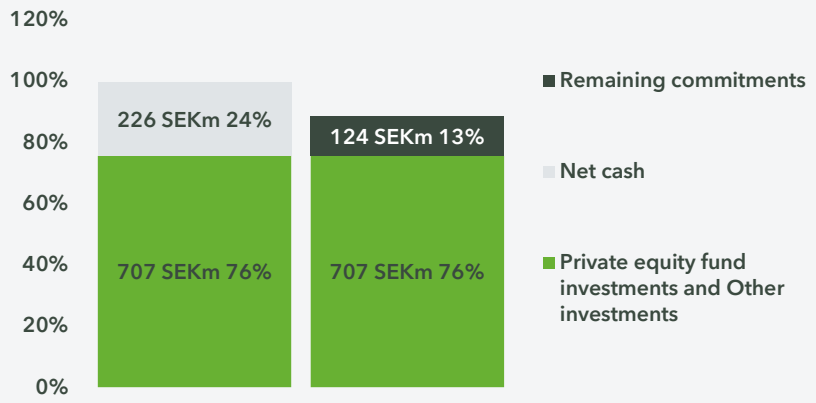
Other investments

As of September 30, 2023, there were 9 holdings in Other investments. The Jacktel bond holding was redeemed during the third quarter.

Company	Sector	Type of instrument	Date of initial investment	Reported value, 2023.09.30 MSEK	Reported value, 2022.12.31 MSEK
Scout Gaming Group	iGaming	listed share (Nasdaq First North)	Q4 2017	0.1	0.1
Awilco Drilling	Energy	listed share (Euronext Growth Oslo)	Q1 2018	4.9	7.7
Jacktel	Energy	senior secured bond	Q4 2018	-	12.9
Keurig Dr Pepper	Consumer goods & services	listed share Nasdaq (NY)	Q3 2020	22.4	24.4
Pret Panera	Fast food casual	unlisted share	Q4 2020	2.8	2.3
Krispy Kreme Doughnuts	Fast food casual	listed share (Nasdaq NY)	Q1 2021	5.8	4.6
Jacktel	Energy	unlisted share (registered on Euronext NOTC)	Q1 2022	10.7	6.4
Chr. Hansen Holding A/S	Bioscience	listed share (Nasdaq Copenhagen)	Q4 2022	2.2	2.5
Releado	Business Services	unlisted share	Q2 2023	5.7	-
Panera Brands	Fast food casual	Unlisted share	Q2 2023	11.0	-
Total				**65.5**	**60.8**

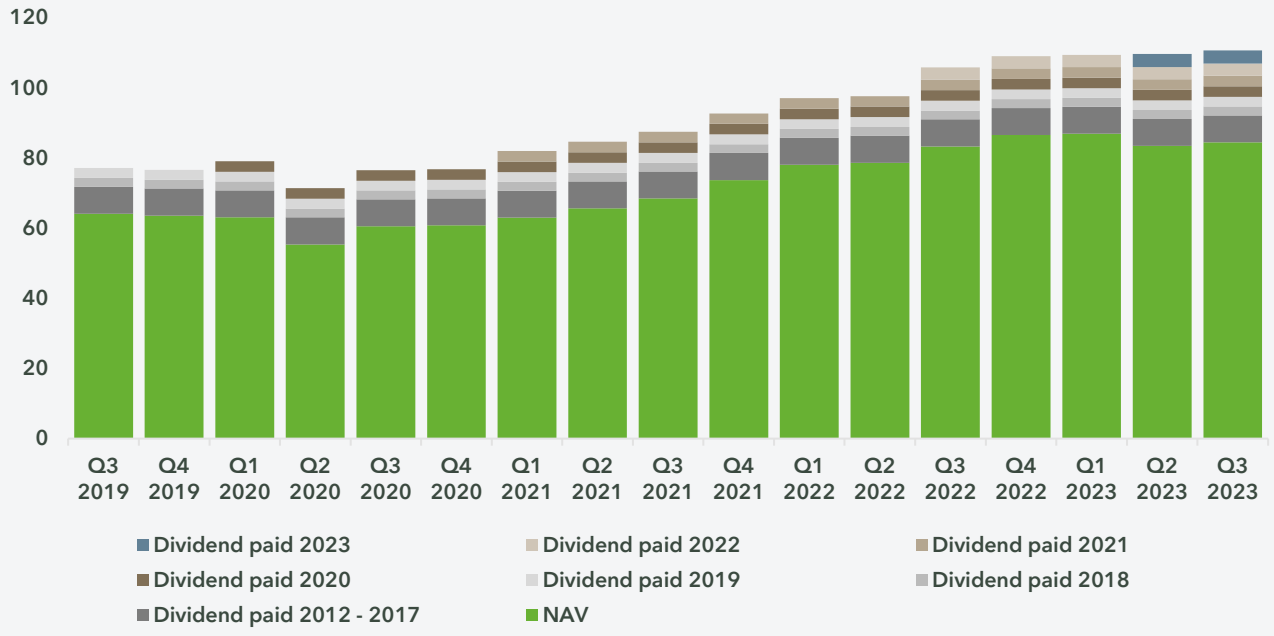
Exposure to Private equity fund investments and Other investments

At September 30, 2023, the total exposure to Private equity fund investments and Other investments amounted to MSEK 830, which corresponds to 89% of the Company's equity. In the table below, the total exposure is compared to the net cash plus Private equity fund investments and Other investments.



NAV per share in SEK

The net asset value (NAV) per share increased by 1.2% during the third quarter of 2023 and by 5.9% over 12 months (including the dividend paid).



New investments, acquisitions and liquidity events during the third quarter

Commitments to Private equity funds

NAXS did not make any new Commitment during the third quarter.

Other Investments

NAXS did not make any new Other investment during the third quarter.

The Jacktel bond holding was redeemed during the quarter.

Acquisitions by underlying funds

3 new portfolio companies were added during the third quarter, as summarized below:

Portfolio Company	Sector	Geography	Fund
Hjo Installation	Installation services	Sweden	Nordic Capital Evo
Billerud Managed Packaging	Industry	Sweden	Mimir Industries
Helmsauer Group	Insurance services	Tyskland	Nordic Capital Evo

Liquidity events in underlying funds

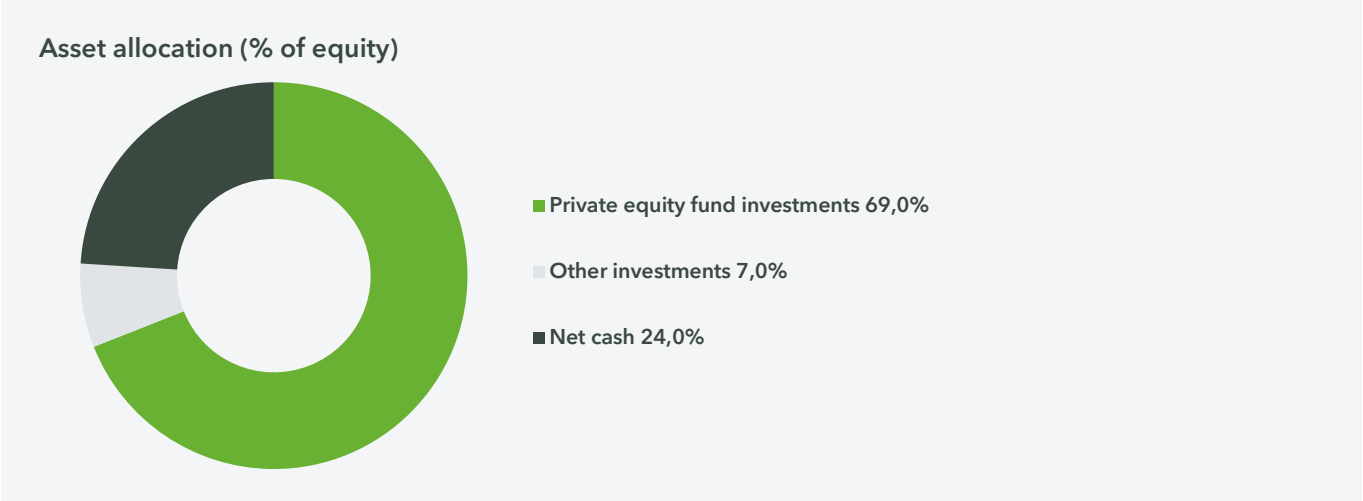
1 exit by underlying fund was signed during the third quarter.

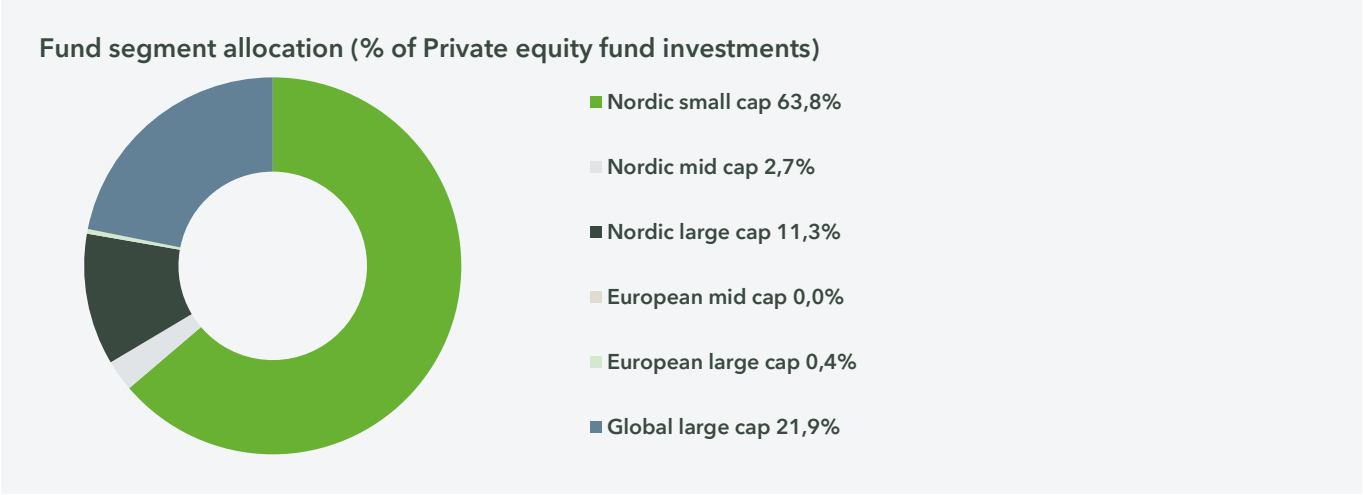
Portfolio Company	Sector	Geography	Fund
Bladt Industries	Industry	2018	Nordic Capital CV1

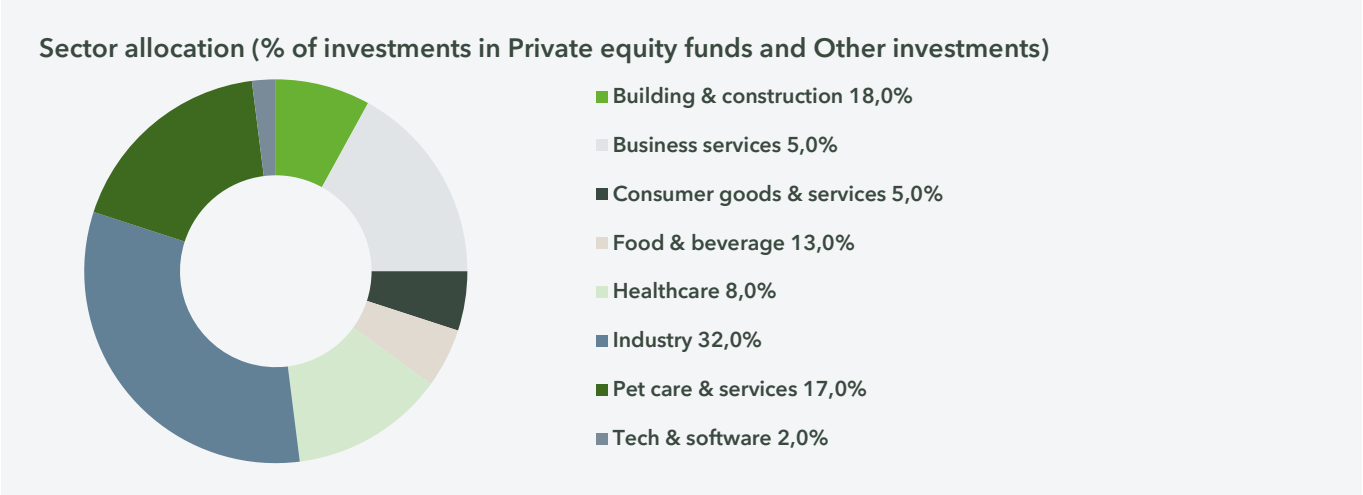
At September 30, 2023, NAXS underlying funds had acquired a total of 182 companies, 116 of which had been fully divested. These 116 exits have generated an average IRR of 18%.

Portfolio composition/diversification

At September 30, 2023, NAXS provided the following exposure:







The 10 largest underlying portfolio companies represent approximately 56% of the total equity, with the largest underlying portfolio company accounting for approximately 18% of equity.

Group

Net asset value (NAV)

	30 Sep		31 Dec
KSEK	2023	2022	2022
Private equity fund investments	641,369	632,214	687,989
Other investments	65,488	48,231	60,801
Other assets and liabilities	2,982	-580	-1,206
Net cash	226,387	243,806	211,668
Net asset value (NAV)	**936,226**	**923,671**	**959,252**
Net asset value per share	84.52	83.38	86.59

Changes in Net asset value (NAV)

	Q3	Jan-Sep	Jan-Dec
KSEK	2023	2023	2022
Net asset value (NAV) at the beginning of the period	924,923	959,252	822,855
Value changes on Private eguity fund investments	12,768	25,043	182,379
Value changes Other investments	-88	1,026	11,938
Operating costs	-3,522	-13,149	-15,323
Net financial items	2,145	5,595	1,094
Income tax	-	-	-7
Dividend to shareholders	-	-41,541	-39,034
Repurchase of own shares	-	-	-4,650
Net asset value (NAV) at the end of the period	**936,226**	**936,226**	**959,252**

Changes in Private equity fund investments and Other investments

	Q3	Jan-Sep	Jan-Dec	Q3	Jan-Sep	Jan-Dec
KSEK	2023	2023	2022	2023	2023	2022
At the beginning of the period	**626,540**	**687,989**	**513,925**	**81,583**	**60,801**	**44,693**
Investments	4,328	44,875	65,979	-	21,158	6,563
Repayments	-2,267	-116,538	-74,294	-16,006	-17,497	-2,393
Net investments	**2,061**	**-71,663**	**-8,315**	**-16,006**	**3,661**	**4,170**
Changes in value	17,391	22,032	163,075	-405	-1,410	5,249
Dividends and interest income	-	-	-	413	1,081	676
Unrealized exchange rate changes	-4,623	3,011	19,304	-97	1,355	6,013
Reported through the income statement	**12,768**	**25,043**	**182,379**	**-89**	**1,026**	**11,938**
Reported value at the end of the period	**641,369**	**641,369**	**687,989**	**65,488**	**65,488**	**60,801**

Net cash

	30 Sep		31 Dec
KSEK	2023	2022	2022
Cash, bank and short-term investments	226,387	243,806	211,668
	226,387	**243,806**	**211,668**
Net cash per share, Tkr	20.44	22.01	19.11

20.44
SEK
Net cash per share

57.90
SEK
Private equity fund investments per share

During the year, cash and cash equivalents were invested in interest-bearing instruments or held on interest-bearing bank accounts, in accordance with the Company's policy.

Changes in net cash

	Q3	Jan-Sep	Jan-Dec
KSEK	2023	2023	2022
Net cash at the beginning of the period	220,547	211,668	265,523
Investments in Private equity funds	-4,328	-44,875	-65,979
Distributions from Private equity funds	2,267	116,538	74,294
Investments in Other longterm holdings of securteties	66	-21,158	-6,563
Distributions from Other longterm holdings of securteties	15,940	17,497	2,393
Cash flow from operating activeties	-1,385	-7,580	-14,218
Cash flow from changes in working capital*	-6,720	-4,162	-98
Dividend to shareholders	-	-41,541	-39,034
Repurchase of own shares	-	-	-4,650
Net cash at the end of the period	**226,387**	**226,387**	**211,668**

*Including exchange rate difference in cash and cash equivalents.

Net financial items

	30 Sep	
KSEK	2023	2022
Interest income	5,573	362
Interest expenses	-3	-238
Currency effects	26	53
Net financial items	**5,595**	**177**

Financing

The Group is financed with shareholders' equity. Shareholders' equity amounted to KSEK 936,226 (959,252) at the end of the 9-month period, corresponding to SEK 84.52 (86.59) per share and an equity/asset ratio of 99.9 (99.9) percent. Dividend to share-holders for FY 2022 amounted to KSEK 41,541 (39,034) corresponding to SEK 3.75 (3.50) per share.

84.52
SEK
Equity per share

Results and investments

Third quarter 2023

Profit after financial items amounted to KSEK 11,303 (51,715). The profit is mainly attributable to changes in the value of Private equity fund investments of KSEK 12,768 (25,043).

During the quarter, NAXS invested KSEK 4,328 (15,192) in Private equity funds. Repayments from the funds amounted to KSEK 2,267 (3,367). Repayments from Other investments amounted to KSEK 16,006 (17,497), which mainly consists of redemption of a bond.

9-month 2023

Profit after financial items amounted to KSEK 18,515 (144,498). The profit is mainly attributable to changes in the value of Private equity fund investments of KSEK 25,043 (140,150).

During the 9-month period, NAXS invested KSEK 44,875 (42,328) in private equity funds. Repayments from the funds amounted to KSEK 116,538 (75,695). KSEK 21,158 (-) was invested in Other investments and repayments from Other investments amounted to KSEK 17,497 (1,262).

Significant risks and uncertainty factors

Significant risks and uncertainty factors are described in the Annual Report 2022. The significant macro and geopolitical risks that arose in 2022 and in 2023 may affect the valuation of NAX's investments. However, it should be noted that NAXS's current portfolio has no material exposure to Russia or Ukraine, nor to Israel or the Palestinian territories.

Parent company

The parent company's revenues for the 9-month period amounted to KSEK 513 (464). The profit/loss before and after tax amounted to KSEK 226 (-3,073). Net interest income amounted to KSEK 3,126 (-22) and exchange rate profit/loss amounted to KSEK 0 (-121).

Organization

Gösta Lundgren is the interim CEO. The Board of Directors consists of Daniel Gold (chairman), Meg Eisner, Nikolai Jebsen, Børge Johansen and Synne Syrrist, who were re-elected at the 2023 Annual General Meeting.

Nomination committee

The 2023 Annual General Meeting appointed a nomination committee consisting of Meg Eisner (representing QVT Financial LP), Amaury de Poret (representing himself) and Didrik Hamilton (representing himself). Amaury de Poret was elected chairman of the nomination committee. The nomination committee can be contacted via e-mail to adp@naccess.se.

The share

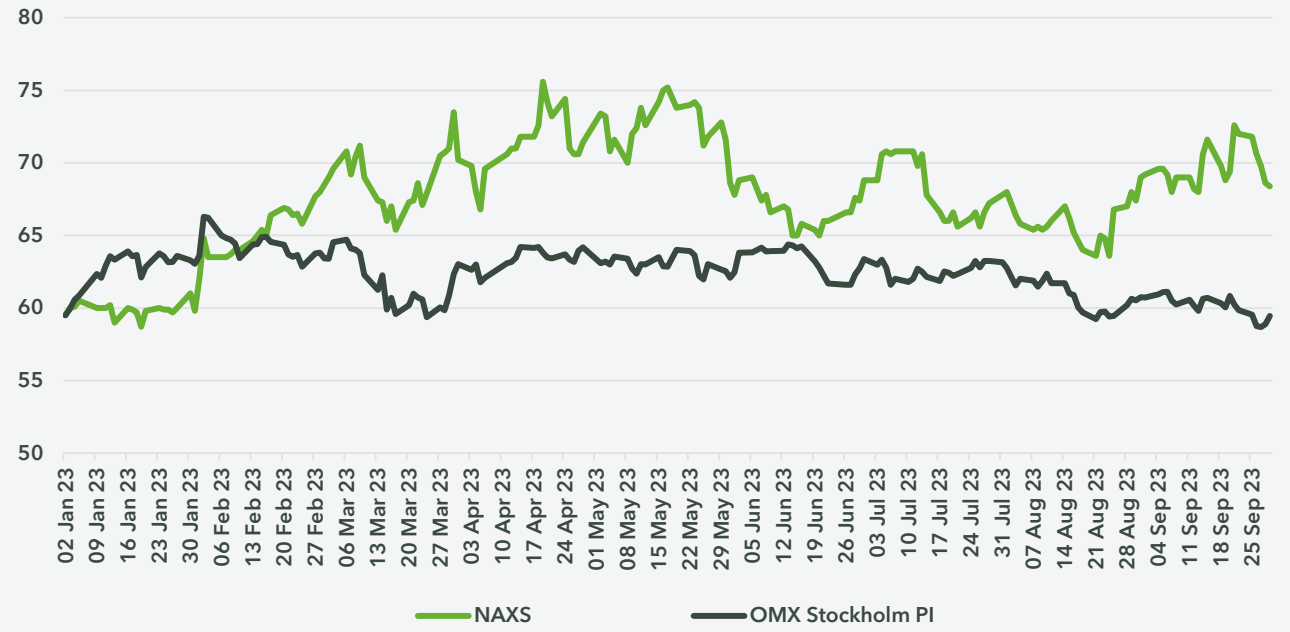
The NAXS share was initially listed on First North on May 14, 2007. Since June 8, 2010, the share is traded on NASDAQ Stockholm. The share trades under the designation "NAXS".

The number of outstanding shares in the Company at the beginning and the end of the interim period was 11,077,585.

In April, the company made a share cancellation of 75,000 repurchased shares. Prior to the cancellation of the repurchased shares, the total number of shares and voting rights in NAXS was 11,152,585. The number of shares and voting rights decreased by 75,000 through the share cancellation. Following completion of the share cancellation, the total number of shares and voting rights in NAXS is 11,077,585.

At September 30, 2023, the NAXS share price was SEK 68.40 and the total shareholders' equity per share was SEK 84.52. The Company's market capitalization was MSEK 758, and the number of shareholders was 5,211.

Evolution of the share price during the first 9 months of 2023



Financial information

Year-end report: 31 January 2024
Annual report 2023: week 7 2024
Annual General Meeting: 4 April 2024
Interim report (3 months): 25 April 2024
Interim report (6 months): 18 July 2024
Interim report (9 months): 29 October 2024
Year-end report 2024: 30 January 2025

Ticker codes

NAXS.SS in Bloomberg
NAXS.ST in Reuters

Contact

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gosta.lundgren@naxs.se

This information is information that NAXS AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact persons set out above, at 19.00 CET on October 26, 2023

This report is an in-house translation of the original report in Swedish.

Stockholm, October 26, 2023

Daniel Gold Chairman	Margaret (Meg) Eisner Director	Nikolai Jebsen Director
Børge Johansen Director	Synne Syrrist Director	Gösta Lundgren Interim Chief Executive Officer

This report and other information are available on www.naxs.se.

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Financial reports summary

Consolidated Income Statement

		Q3		Jan-Sep	
KSEK	Note	2023	2022	2023	2022
Change in value		12,680	54,788	26,069	155,693
Operating costs	note 2	-3,522	-3,131	-13,149	-11,372
Operating profit (loss)		**9,158**	**51,657**	**12,920**	**144,321**
Net financial items		2,145	58	5,595	177
Profit/loss after financial items		**11,303**	**51,715**	**18,515**	**144,498**
Income taxes		-	-	-	-
Net profit/loss		**11,303**	**51,715**	**18,515**	**144,498**
Attributable to:					
Parent company shareholders		11,303	51,715	18,515	144,498
Earnings per share, SEK*		1.02	4.67	1.67	13.00
Average number of shares, 000s*		11,078	11,078	11,078	11,115

*Before and after dilution.

The groups comprehensive income is consistent with the net profit for the half-year.

Consolidated Balance Sheet

		30 Sep		31 Dec
KSEK	Note	2023	2022	2022
Assets				
Private equity fund investments		641,369	632,214	687,989
Other long-term holdings of securities		65,488	48,231	60,801
Total non-current assets		**706,857**	**680,445**	**748,790**
Other receivables		4,161	236	214
Cash and cash equivalents		226,387	243,806	211,668
Total current assets		**230,548**	**244,042**	**211,882**
Total assets		**937,405**	**924,487**	**960,672**
Equity		**936,226**	**923,671**	**959,252**
Current liabilities		1,179	817	1,420
Total equity and liabilities		**937,405**	**924,487**	**960,672**

Consolidated Statement of Changes in Equity

	30 Sep		31 Dec
KSEK	2023	2022	2022
Equity at the beginning or the year	**959,252**	**822,855**	**822,855**
Repurchase of own shares	-	-4,648	-4,650
Dividend	-41,541	-39,034	-39,034
Total comprehensive income for the period	**18,515**	**144,498**	**180,081**
Shareholder's equity at the end of the period	**936,226**	**923,671**	**959,252**

Consolidated Statement of cash flows analysis

	Q3		Jan-Sep	
KSEK	2023	2022	2023	2022
Profit/loss after financial items	11,303	51,715	18,515	144,498
Adjustment for non-cash items, etc.	-12,688	-53,838	-26,095	-155,951
Income tax paid	-	-	-	-
Cash flow from operating activities before changes in working capital	**-1,385**	**-2,123**	**-7,580**	**-11,453**
Cash flow changes in working capital	-6,728	-417	-4,188	-1,264
Cash flow from operating activities	**-8,113**	**-2,540**	**-11,768**	**-12,717**
Private equity fund investments	-4,328	-15,192	-44,875	-42,328
Distributions fromf Private equity fund investments	2,267	3,367	116,538	75,695
Investments in Other long-term holdings of securities	-	-	-21,158	-
Distributions from Other long-term holdings of securities	16,006	262	17,497	1,262
Cash flow from investment activities	**13,945**	**-11,563**	**68,002**	**34,629**
Repurchase of own shares	-	-	-	-4,648
Dividend	-	-	-41,541	-39,034
Cash flow from financing activities	**-**	**-**	**-41,541**	**-43,682**
Cash flow during the period	**5,832**	**-14,103**	**14,693**	**-21,770**
Cash and cash equivalents, beginning of the period *	220,547	257,973	211,668	265,523
Exchange-rate differences in cash and cash equivalents	8	-64	26	53
Cash and cash equivalents at the end of the period	**226,387**	**243,806**	**226,387**	**243,806**

* Including short-term investments

Parent Company Income Statement

	Q3		Jan-Sep	
KSEK	2023	2022	2023	2022
Net income	79	210	513	674
Operating costs	-1,130	-867	-3,413	-3,604
Operating profit/loss	**-1,051**	**-657**	**-2,900**	**-2,930**
Profit from shares in group companies	-	-	-	-
Net financial items	943	-130	3,126	-143
Profit /loss after financial items	**-108**	**-787**	**226**	**-3,073**
Income taxes	-	-	-	-
Net profit/loss for the period	**-108**	**-787**	**226**	**-3,073**

Parent Company Statement of Comprehensive Income

	Q3		Jan-Sep	
KSEK	2023	2022	2023	2022
Net profit/loss for the period	-108	-787	226	-3,073
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	**-108**	**-787**	**226**	**-3,073**

Parent Company Balance Sheet

	30 Sep		31 Dec
KSEK	2023	2022	2022
Assets			
Shares in subsidiaries	422,008	481,802	382,008
Receivables on group companies	-	16,450	-
Total non-current assets	**422,008**	**498,252**	**382,008**
Other receivables	3,378	235	215
Cash and cash equivalents	105,799	948	190,507
Total current assets	**109,177**	**1,183**	**190,722**
Total assets	**531,185**	**499,435**	**572,730**
Equity	**530,120**	**491,596**	**571,435**
Current liabilities	1,065	7,839	1,295
Total equity and liabilities	**531,185**	**499,435**	**572,730**

Parent Company Statement of Changes in equity

	30 Sep		31 Dec
KSEK	2023	2022	2022
Equity at the beginning of the year	571,435	538,351	538,351
Repurchase of own shares	-	-4,648	-4,650
Dividend	-41,541	-39,034	-39,034
Total comprehensive income for the period	226	-3,073	76,768
Shareholder's equity at the end of the period	**530,120**	**491,596**	**571,435**

Notes

Note 1. Accounting principles

The condensed consolidated financial statements have been established in accordance with the International Financial Reporting Standards (IFRS), as recognized by the EU. This report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Reporting legislation.

The accounting principles applied in this report are described in the Annual Report 2022 under notes to the financial reports.

The company has reassessed whether the functional currency of the Danish and Norwegian subsidiary should be DKK and NOK or SEK, respectively, i.e. the same as that of the parent company. Previously, the financial statements of the foreign subsidiaries were recalculated to SEK and the translation difference was reported in other comprehensive income. As of December 31, 2022, the assessment has been modified in accordance with IAS 21.11(a). This means that the functional currency of the subsidiaries is now considered to be the same as that of the parent company and is reported in the income statement in the item changes in value. Earned translation difference has been transferred to retained earnings. The comparison year has been adjusted accordingly.

The new and amended IFRS standards and interpretations applied from 2023 have not and are not expected to have any significant effect on the Group's financial results and position.

The Parent Company follows the Swedish Annual Reporting legislation and the Swedish Financial Reporting Board RFR 2 for legal entities, which provides that the IFRS principles shall apply.

Note 2. Operating costs

	Q3		Jan-Sep	
KSEK	2023	2022	2023	2022
Fee to the investment advisor	-2,233	-2,105	-6,852	-6,136
Carried interest to the investment advisor	-31	-5	-2,439	-1,109
Personnel expenses	-231	-232	-687	-917
Other operating costs	-1,027	-789	-3,171	-3,210
Total operating costs	**-3,522**	**-3,131**	**-13,149**	**-11,372**

No related party transaction occurred during the interim period, except for remunerations to the board members and the CEO.

Note 3. Financial assets and liabilities

The figures below are based on the same accounting and valuation principles that were used in the preparation of the most recent annual report. For more information on financial instruments in levels 2 and 3, see Note 23, Financial assets and liabilities, in NAXS Annual Report 2022.

Category, KSEK	Group 2023-09-30 Amortized cost	Fair value via the profit and loss account	Total carrying amount
Financial assets			
Private equity fund investments		641,369	641,369
Other long-term holdings of securities		65,488	65,488
Other receivables	4,161		4,161
Cash and cash equivalents	226,387		226,387
Total financial assets	**230,548**	**706,857**	**937,405**
Financial liabilities	1,179	-	1,179
Total financial liabilities	**1,179**	**-**	**1,179**

Consolidated assets and liabilities measured at fair value 2023-06-30

Assets, KSEK	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value via the income statement				
Private equity fund investments	-	-	641,369	641,369
Other long-term holdings of securities	46,056	-	19,432	65,488
	46,056	**-**	**660,801**	**706,857**

Disclosure of fair value measurement by level in the following fair value hierarchy:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – Observable data for the asset or liabilities other than quoted prices included in tier 1, either directly (i.e. as price quotations) or indirectly (i.e. derived from price quotations).

Level 3 – Data for the asset or liability that is not based on observable market data (i.e. unobservable data).

NAXS's private equity fund investments are classified in Level 3. The Company's specific valuation techniques and critical estimates are reported under accounting policies. In level 3, unlisted units in investment funds are reported. The company's holdings in unlisted investment funds (so-called Private equity funds). The funds are valued using an alternative valuation method for which observable input data is not available. For private equity funds, valuation is based on rates and unit values received from the fund manager. The valuation follows accepted valuation principles for calculating fair values. The fair value is calculated by the underlying assets being market-valued and priced by the fund administrator. If NAXS assesses that the fund administrator's valuation has not sufficiently taken into account factors that affect the value of the underlying holdings or if the valuation made is deemed to deviate significantly from the accounting principles for valuation at fair value, an adjustment is made to the value.

For those instruments in the balance sheet that are not measured at fair value, NAXS believe that the carrying amount is a reasonable approximation to fair value for these instruments.

Definitions and Alternative performance measures

NAXS applies the guidelines issued by the European Securities and Markets Authority (ESMA) for alternative key ratios. Alternative key figures are financial measures of historical or future earnings trend, financial position, financial results, or cash flows that are not defined or specified in the applicable rules for financial reporting.

Alternative key ratios are stated when, in their context, they provide clearer or more in-depth

information than the measures defined in applicable financial reporting rules. The alternative key figures are derived from the consolidated financial statements. Alternative key ratios are stated when, in their context, they supplement the measures de-fined in IFRS. The starting point for the provided alternative key figures is that they are used by management to assess the financial development and are thus considered to provide valuable information to analysts and other stakeholders. NAXS regularly uses alternative key ratios as a complement to those key ratios that generally constitute good accounting practice.

Definitions	
Buyout fund	A private equity fund, whose strategy is to acquire a controlling interest in the targeted companies.
Cash & cash equivalents	Cash, bank and short-term investments.
Cash per share*	Cash & cash equivalents in relation to the number of outstanding shares at the end of the period.
Commitment	The maximum amount that a limited partner agrees to invest in a fund.
Current commitments	Acquisition cost for private equity fund investments, plus remaining commitments to private equity funds.
Equity ratio*	Equity in relation to total assets.
IRR	The internal rate of return generated annually from cash flows between NAXS and the underlying private equity funds relating directly to investments in portfolio companies after deduction of the funds' carried interest but without deduction of the funds' management fees.
Net asset value (NAV)*	The fair value of total assets, less net debt (corresponds to equity).
Net asset value (NAV) per share*	The fair value of total assets, less net debt (corresponds to shareholders' equity attributable to the Parent Company's shareholders) in relation to the number of outstanding shares at the end of the period.
Net cash*	Cash and cash equivalents, short-term investments and interest-bearing current and long-term receivables, less interest-bearing current and long-term liabilities.
Other Investments / Other long-term holdings of securities	Investments in financial instruments other than private equity funds.
Private equity fund investments	Fair value of investments in private equity funds.
Profit per share	Profit for the year attributable to the Parent Company's shareholders divided by the average number of shares.
Special situations fund	A private equity fund, whose strategy is to acquire companies, where an active ownership is required, such as under-performing companies, and/or imply complex transactions, such as carve-outs from larger conglomerates.
Total assets*	All assets and liabilities not included in net cash.
Total exposure to private equity fund investments	Private equity funds investments and remaining commitments to private equity funds.
Total exposure to private equity fund investments and other investments	Total exposure to private equity funds increased with other investments.

*Refers to alternative key figures according to the European Securities and Markets Authority (ESMA).

Reconciliations of significant alternative key ratios

Below are reconciliations of significant alternative key figures against the most directly reconcilable item, sub-sum or total sum stated in the financial statements for the corresponding period.

Net cash

Net cash or cash available at short notice, are defined as cash and cash equivalents, current investments, financial investments and interest-bearing current and short-term receivables. Deductions are made for interest bearing short- and long-term liabilities.

	30 Sep		31 Dec
Group, KSEK	2023	2022	2022
Cash and cash equivalents	226,387	243,806	211,668
Net cash	**226,387**	**243,806**	**211,668**

Total assets

The net of all assets and liabilities that are not included in the net cash.

	30 Sep		31 Dec
Group, KSEK	2023	2022	2022
Equity	936,226	923,671	959,252
Net cash	-226,387	-243,806	-211,668
Total assets	**709,839**	**679,865**	**747,584**

Net asset value, SEK per share

Equity attributable to the Parent Company's shareholders in relation to the number of shares outstanding on the balance sheet date.

Group 2023-09-30			Net asset value, SEK per share
Net asset value, KSEK	936,226	=	84.52
Number of shares outstanding	11,077,585		

Group 2022-09-30			Net asset value, SEK per share
Net asset value, KSEK	923,671		
Number of shares outstanding	11,077,585		83.38

Group 2022-12-31			Net asset value, SEK per share
Net asset value, KSEK	959,252	=	86.59
Number of shares outstanding	11,077,585		

THIS IS A TRANSLATION FROM THE SWEDISH ORIGINAL

Review report

NAXS AB (publ), corporate identity number 556712-2972

Introduction

We have reviewed the condensed interim report for NAXS AB (publ) as at September 30, 2023 and for the nine months period then ended. The Board of Directors and the Managing Director are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements, ISRE 2410 *Review of Interim Financial Statements Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act regarding the Group, and in accordance with the Swedish Annual Accounts Act regarding the Parent Company.

Stockholm the day indicated by our electronic signature

Ernst & Young AB

Mona Alfredsson
Authorized Public Accountant