

YEAR-END REPORT, FOURTH QUARTER, 1 FEBRUARY 2021 - 30 APRIL 2021

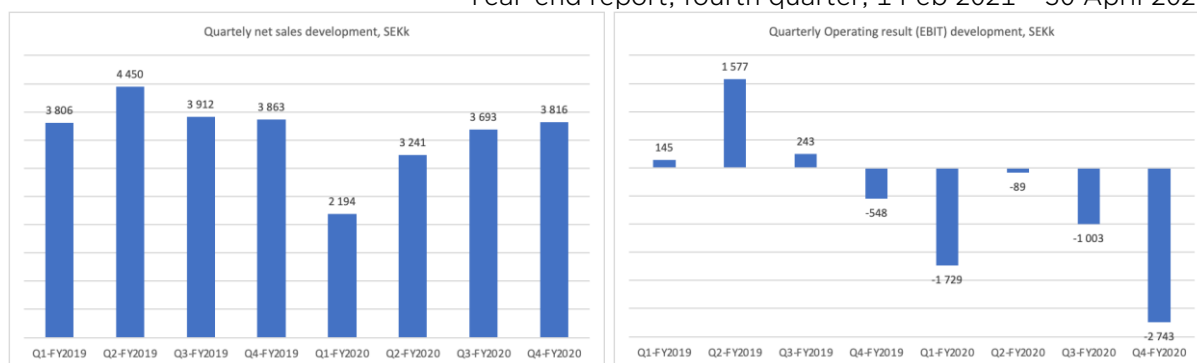
FOURTH QUARTER, 1 FEBRUARY 2021-30 APRIL 2021

- **Net sales** were SEK 3 816k (same period previous year SEK 3 863k)
- **Operating result (EBIT)** amounted to SEK -2 743k (-548) representing an operating result margin of -51 % (-10,6).
- **Net result for the period** was SEK -3 051k (-586).
- **Cash flow from operations before investment activities** totaled SEK -485k (-453).
- **Earnings per share amounted** to SEK -14,15 (-3,05). Earnings per share after dilution were SEK 11,37 (3,05).
- **An oversubscribed new share issue of SEK 30m** was finalized in April 2021, securing a first set of funds for the continued development and launch of Qlucore Diagnostics.

FULL YEAR, 1 MAY 2020 – 30 APRIL 2021

- **Net sales** were SEK 12 943k (16 031)
- **Operating result (EBIT)** amounted to SEK -5 564k (1 417) representing an operating result margin of -31,3 % (6,6).
- **Net result for the period** was SEK -6 035k (1 226).
- **Cash flow from operations before investment activities** totaled SEK -1 080k (1 601).
- **Earnings per share** amounted to SEK -30,51 (6,63). Earnings per share after dilution were SEK -28,61 (6,63).
- The coronavirus pandemic impacted sales negatively.

SEKk	1 Feb 2021- 30 Apr 2021	1 Feb 2020- 30 Apr 2020	1 May 2020- 30 Apr 2021	1 May 2019- 30 Apr 2020
Net sales	3 816	3 863	12 943	16 031
Operating result before depreciations (EBITDA)	-2 047	111	-2 953	3 595
Operating result (EBIT)	-2 743	-548	-5 564	1 417
Net result for the period	-3 051	-586	-6 035	1 226
Earnings per share before dilution, SEK	-14,15	-3,05	-30,51	6,63
Earnings per share after dilution, SEK	-11,37	-3,05	-28,61	6,63
Cash flow from operations before investments	-485	-453	-1 080	1 601



PRESIDENT'S STATEMENT

The new shares issue that was finalized in April was oversubscribed and a range of new owners are welcomed. The strengthened financial position will be used for the continued development of Qlucore Diagnostics, both from a product and marketing perspective. The strengthened financial position has enabled investments in an expanded team and preparations for further growth.

During the last quarter, sales were in line with previous year despite unfavorable foreign exchange development. Year on year, net sales decreased because of unfavorable foreign exchange development and Corona effects continue to impact the way we can reach out to existing and new customers. The outreach process continues to be 100% virtual with our on-line webinars and free training courses attracting many users.

Most of the sales efforts have been focused on Qlucore Omics Explorer but the work with Qlucore Diagnostics is ramping up. From the customers we continue to experience a slower decision process, which we believe is Corona related.

Research and development continue to be focused along two tracks. A new release of Qlucore Omics Explorer that is planned for launch during 2021 and improvements to the Qlucore Diagnostics platform. For the diagnostics offering we have continued to work with our partners for the planned classifier models for lung cancer.

The focus is to continue to grow the Qlucore Omics Explorer sales at the same time as the work to expand the diagnostics team is progressed. Long term the expansion into diagnostics is the dominant objective.

FINANCIAL OVERVIEW

NET SALES

In the fourth quarter net sales amounted to SEK 3 816k (3 863), representing a decrease by 1% over last year. Adjusted for exchange rate fluctuations of about 12%-units (USD, EUR and GBP) the net sales increased organically by about 11%-units.

Reported net sales current year came in at SEK 12 943k (16 031). The decrease of 19% is a result of slower sales during the two first quarters of the current year explained by that key customers buying two-year licenses previous year, impact from the Corona pandemic and unfavorable exchange rate fluctuations making up 5%-units of the total change.

Year-end report, fourth quarter, 1 Feb 2021 – 30 April 2021

The renewal rate of customer licenses with Qlucore was approximately 85% during the last 12 months.

OPERATING RESULT (EBIT) AND NET RESULT

The operating result for the fourth quarter current year was SEK -2 743k (-548). Unfavorable exchange rate fluctuations affecting net sales and revaluation of receivables in USD explains about 35% of the operating result drop. The operating result for the full year was SEK -5 564k (1 417) primarily related to lowered net sales in the first two quarters, unfavorable foreign exchange fluctuations explaining 20% of the deviation against prior year and costs incurred for the Qlucore Diagnostics ramp-up the last four months of the current fiscal year.

The net result for the fourth quarter was SEK -3 051k (-586). Net result for the full year was SEK -6 035k (1 226). Income tax charges pertain to the subsidiary in the US. The parent company has income tax deficit of SEK 5 499k that will reduce income tax burden going forward.

CASH FLOWS

Cash flow before investment activities during the fourth quarter were SEK -485k (-453). Corresponding numbers for the full year were SEK -1 080k (1 601). Net cash flow for the latest quarter was SEK 26 616k (-1 644). Net cash flow for the full year was SEK 23 042k (953).

FINANCIAL POSITION

Cash & Cash equivalents on 30 April 2021 amounted to SEK 27 559k (4 472). A new share issue of SEK 28 028k after costs was oversubscribed and finalized in April 2021 resulting in a strengthened cash position. Total assets 30 April 2021 were SEK 46 241k (22 791). The equity on 30 April 2021 was SEK 36 563k compared to SEK 14 347k on 30 April 2020.

EMPLOYEES

The average number of employees for the full year was 11 (11).

SHAREHOLDERS

At end of April 2021, Qlucore had 80 shareholders. At that date, the largest shareholders were GLD Invest AB (15% of the votes), Carl-Johan Ivarsson (13% of the votes), Johan Råde (13% of the votes) and Magnus Fontes (7% of the votes) and Thoas Fioretos (7% of the votes). Qlucore's shares are not listed.

PARENT COMPANY

The parent company in Sweden manages product development, business development and global marketing as well as provides head office functions such as management and administration. The parent company is also responsible for marketing and sales to customers in Europe and non-American countries. The subsidiary in the United States is responsible for sales and marketing towards customers on the American market.

The parent company charges direct costs and part of indirect costs to the subsidiary in the United States. The parent company reported a net result of SEK -6 044 (1 082) for full the year. At end of April 2021 cash and cash equivalents amounted to SEK 27 127k (4 076).

SUBSEQUENT EVENTS

Five recruitments regarding positions within software development and quality, supporting the Qlucore Diagnostics business plan have been completed in May 2021. At an extra general meeting in May 2021 it was decided to make split of the shares of Qlucore and to adjust the article of association in order to enable the company to become a public company and to be

Year-end report, fourth quarter, 1 Feb 2021 – 30 April 2021 listed on a stock exchange. Moreover, financing from the EU has been granted for a project run by Qlucore.

OUTLOOK/EARNINGS FORECAST

Qlucore does not provide any market outlook nor any business performance forecasts

AUDITORS REVIEW OF THE YEAR END REPORT

This interim report has not been audited/reviewed by the auditor of Qlucore AB.

COMPANY INFORMATION

Qlucore AB, company nr 556719-3528 is limited private company with residence in Lund, Sweden.

FINANCIAL CALENDAR

Annual general meeting

Monday 17 August 2021

Interim report May 2021- July 2021

Tuesday 31 August 2021

Lund, 22 June 2021

Qlucore AB

The Board of Qlucore AB

For additional information, please contact Carl-Johan Ivarsson the president of Qlucore on +46 46 286 31 10 or carl-johan.ivarsson@qlucore.com.

CONSOLIDATED INCOME STATEMENT

Year-end report, fourth quarter, 1 Feb 2021 – 30 April 2021

SEKk	1 Feb 2021- 30 Apr 2021	1 Feb 2020- 30 Apr 2020	1 May 2020- 30 Apr 2021	1 May 2019- 30 Apr 2020
Net sales	3 816	3 863	12 943	16 031
Capitalised development costs	1 049	972	3 898	4 014
Other income	512	333	924	1 283
	5 377	5 168	17 765	21 328
Other external expenses	-3 035	-1 849	-7 561	-6 250
Personnel costs	-4 192	-3 166	-12 421	-11 382
Depreciations	-696	-659	-2 612	-2 179
Other costs	-197	-43	-735	-100
Operating result	-2 743	-548	-5 564	1 417
Interest expenses	-286	-35	-389	-144
Total financial items	-286	-35	-389	-144
Result before tax	-3 029	-583	-5 953	1 273
Income taxes	-22	-2	-81	-47
Net result for the period	-3 051	-586	-6 035	1 226
Earning per share (SEK)	-14,15	-3,05	-30,51	6,63
Earning per share after dilution (SEK)	-11,37	-3,05	-28,61	6,63
Average number of shares before dilution	215 658	191 851	197 803	184 988
Average number of shares after dilution	268 221	191 851	210 944	184 988

CONSOLIDATED BALANCE SHEET

SEKk	Apr 30, 2021	Apr 30, 2020
Assets		
<i>Fixed assets</i>		
Capatilised costs for development work	14 532	12 941
Equipment	262	306
Total fixed assets	14 794	13 247
<i>Current assets</i>		
Account receivables	2 834	4 450
Current tax receivables	246	214
Other current receivables	350	67
Prepaid expenses and accrued income	457	341
Cash and cash equivalents	27 559	4 472
Total current assets	31 447	9 544
Total assets	46 241	22 791
Equity and liabilities		
<i>Equity</i>		
Share capital	263	192
Other paid in capital	46 585	18 629
Other equity including result for the period	-10 285	-4 474
Total equity	36 563	14 347
<i>Long term liabilities</i>		
Debt, interest bearing	2 260	2 333
Total long term liabilities	2 260	2 333
<i>Short-term liabilities</i>		
Debt, interest bearing	2 375	2 375
Account payables	1 081	332
Other short-term liabilities	1 658	2 108
Accrued expenses and prepid income	2 304	1 296
Total short-term liabilities	7 418	6 111
Total equity and liabilities	46 241	22 791

CONSOLIDATED CHANGES IN EQUITY

SEKk	Apr 30, 2021	Apr 30, 2020
Opening balance	14 347	9 072
New share issue	28 028	4 005
Premium share rights issue	327	0
Currency translation adjustments	-104	44
Net result for the period	-6 035	1 226
Closing balance	36 563	14 347

CONSOLIDATED STATEMENT OF CASH FLOW

SEKk	1 Feb 2021- 30 Apr 2021	1 Feb 2020- 30 Apr 2020	1 May 2020- 30 Apr 2021	1 May 2019- 30 Apr 2020
<i>Operating activities</i>				
Result before tax	-3 029	-583	-5 953	1 273
Depreciations	696	659	2 612	2 179
Adjustment other non-cash items	-128	-36	-177	271
Income taxes paid	6	-52	-53	-96
Cash flow from operating activities before change in working capital	-2 455	-11	-3 571	3 627
Change in accounts receivable	636	-1 051	1 616	-1 394
Change in other receivables	-151	359	-432	86
Change in accounts payable	553	254	749	199
Change in other short term liabilities	933	-4	558	-917
Cash flow from working capital	1 971	-442	2 490	-2 026
Cash flow before investment activities	-485	-453	-1 080	1 601
Investment in intangible assets	-1 209	-972	-4 090	-4 232
Investment in tangible assets	-45	0	-70	-129
Cash flow from investment activities	-1 254	-972	-4 160	-4 361
Cash flow before financing activities	-1 739	-1 425	-5 242	-2 760
Repayment of borrowing	0	-219	-73	-292
Issuance of shares	28 028	0	28 028	4 005
Premium share rights issue	327	0	327	0
Cash flow from financing activities	28 355	-219	28 282	3 713
Net cash flow	26 616	-1 644	23 042	953
Cash & cash equivalents, beginning of period				
	897	6 133	4 472	3 535
Foreign exchange differences cash & cash equivalents	46	-17	45	-16
Cash & cash equivalents, end of period	27 559	4 472	27 559	4 472
Net change in cash & cash equivalents	26 616	-1 644	23 042	953

Paid interest expenses the fourth quarter were SEK-32k (-35). Paid interest expenses for the full year were SEK -134k (-141).

PARENT COMPANY INCOME STATEMENT

SEKk	1 Feb 2021- 30 Apr 2021	1 Feb 2020- 30 Apr 2020	1 May 2020- 30 Apr 2021	1 May 2019- 30 Apr 2020
Net sales	1 848	2 378	10 000	12 790
Capitalised development costs	1 049	972	3 898	4 014
Other income	512	333	924	1 283
	3 409	3 683	14 822	18 087
Other external expenses	-2 709	-1 465	-6 361	-4 773
Personnel costs	-3 574	-2 613	-10 775	-9 818
Depreciations	-696	-659	-2 612	-2 179
Other costs	-197	-43	-735	-100
Operating result	-3 767	-1 098	-5 661	1 219
Interest income	6	7	6	7
Interest expense	-286	-35	-389	-143
Total financial items	-280	-28	-383	-136
Result before tax	-4 046	-1 125	-6 044	1 082
Income taxes	-	-	-	-
Net result for the period	-4 046	-1 125	-6 044	1 082

PARENT COMPANY BALANCE SHEET

SEKk	Apr 30, 2021	Apr 30, 2020
Assets		
<i>Fixed assets</i>		
Capitalised development expenses	14 532	12 941
Equipment	262	306
Shares in subsidiaries	1	1
Total fixed assets	14 795	13 248
<i>Current assets</i>		
Accounts receivable	911	1 529
Receivable, group companies	1 748	2 430
Current tax receivables	246	214
Other current receivables	349	66
Prepaid expenses and accrued income	377	249
Cash and cash equivalents	27 127	4 076
Total current assets	30 758	8 564
Total assets	45 553	21 812
Equity and liabilities		
<i>Equity</i>		
Share capital	263	192
Reserve for development costs	13 976	11 846
Other paid in capital	46 585	18 629
Retained earnings	-18 820	-18 099
Net result for the period	-6 044	1 082
Total equity	35 960	13 650
<i>Long term liabilities</i>		
Debt, interest bearing	2 260	2 333
Total long term liabilities	2 260	2 333
<i>Short term liabilities</i>		
Debt, interest bearing	2 375	2 375
Accounts payable	1 071	322
Other short-term liabilities	1 658	2 100
Accrued expenses and prepaid income	2 229	1 032
Total short-term liabilities	7 333	5 829
Total equity and liabilities	45 553	21 812

DISCLOSURES, ACCOUNTING POLICIES AND RISK FACTORS**ACCOUNTING POLICIES**

This interim report has been prepared in accordance with BFNAR 2012:1, Annual report and consolidated report K3.

Accounting policies applied in this report are consistent with those applied for the parent company as in the most recent annual report with exception for debt to shareholders of SEK 1 500k that was presented as Other short term liabilities in the annual report for the fiscal year ending 30 April 2020. In this report it is presented as Debt, interest bearing under Short term liabilities at 30 April 2021 and 30 April 2020.

The consolidated financial statements comprise the parent company Qlucore AB and the company Qlucore Inc over which the parent company has direct or indirect control (subsidiary). Control refers to a right to determine another company's financial and operational strategies for the purpose of obtaining economic benefits. In assessing whether control exists, account is taken of holdings of financial instruments with potential voting rights that are currently exercisable or convertible into equity instruments with voting rights. Account is also taken of whether the entity is able to direct the activities through an agent. Control normally exists when the parent company directly or indirectly holds shares representing more than 50 per cent of the voting rights.

A subsidiary's income and expenses are included in the consolidated financial statements from the acquisition date until the time when the parent company no longer has control over the subsidiary. The accounting policies for the subsidiary are consistent with the group's accounting policies. All intercompany transactions, balances and unrealized gains and losses related to intercompany transactions have been eliminated in preparing the consolidated financial statements. Business combinations are accounted for in accordance with the purchase method. The consideration for a business combination is valued at fair value at the acquisition date, which is calculated as the sum of the fair values at the acquisition date of assets paid, liabilities incurred or assumed as well as issued equity instruments and costs directly attributable to the business combination. An example of costs is transaction costs. The consideration comprises contingent consideration, provided that it is probable at the acquisition date that the consideration will be adjusted at a later date and the amount can be reliably estimated. The cost of the acquired entities is adjusted at the balance sheet date and when the final consideration is determined, but not later than one year after the acquisition date. A provision for costs incurred in restructuring the acquired entity's business is included in the purchase price allocation only to the extent that the acquired entity **meets the** criteria for recognition of a provision already before the acquisition date.

The statement of cash flows shows the group's changes in cash and cash equivalents during the financial year. The statement of cash flows has been prepared using the indirect method. The reported cash flow only comprises transactions that have resulted in cash inflows and outflows.

MULTI YEAR SALES AND SEASONAL VARIATIONS

QluCore Omics Explorer is licensed to customers for a fee. The normal term is one year. QluCore Omics Explorer customers have the option to purchase multi-year licenses and the sales revenue is recognized fully at the time of invoicing. This creates a positive impact the year of sales and impact one or several years ahead negatively.

RISKS AND UNCERTAINTIES

QluCore's operations are exposed to different types of risk. Continuously identifying and evaluating risks is a natural and integrated part of the operations, thus enabling us to control, limit and manage prioritized risks in a proactive manner. Risks are managed on a daily basis and risks are divided into financial and other risks.

Financial risk includes market risk, credit risk and liquidity risk. Market risks include exchange rate risks and interest risks. Exchange rate risk occur from various currency exposures related to transactions and translations. The sales are mainly denominated in EUR, USD, SEK and GBP whilst the costs are primarily in SEK or USD thus an exposure exist in these currencies. Interest risk is about changes in the interest rate impacting cost of debt and income from financial instruments. The impact of changes in interest rate is limited. Liquidity risk is associated with ensuring that payment commitments are fulfilled. Liquidity is monitored frequently to avoid situations resulting in delayed payments. Credit risk is the risk that the counterparties are unable to pay their liabilities. Outstanding balances are monitored continuously.

Other risks comprise changes in demand from the customers, changes in competition, development of the global economy, development of technology, legislation and other regulatory changes that may impact the performance of QluCore. Further, hampered reputation of QluCore among customers or within the society as a consequence of violations of laws and regulations in the operations, quality in products offered to the customers as well as the ability to attract and retain qualified personnel are other risk areas that may impact the performance of QluCore.

CONSOLIDATED KEY FIGURES

SEKk	1 Feb 2021- 30 Apr 2021	1 Feb 2020- 30 Apr 2020	1 May 2020- 30 Apr 2021	1 May 2019- 30 Apr 2020
Net sales, SEKt	3 816	3 863	12 943	16 031
Net sales growth, %	-1,2%	n/a	-19,3%	19,9%
Operating result (EBIT)	-2 743	-548	-5 564	1 417
Operating result (EBIT) margin %	-51,0%	-10,6%	-31,3%	6,6%
Operating result before depreciations (EBITDA)	-2 047	111	-2 953	3 595
Operating result before depreciations (EBITDA) margin	-53,6%	2,9%	-22,8%	22,4%
Cash flow from operation before investment activities	-485	-453	-1 080	1 601
Net cashflow	26 616	-1 644	23 042	953
Equity ratio, %	79,1%	63,0%	79,1%	63,0%
Capital employed	41 199	19 055	41 199	19 055
Return on equity	-45,8%	n/a	-21,9%	12,1%
Return on capital employed	-38,4%	n/a	-18,5%	2,1%
Net debt (-) / Net cash (+)	22 923	-236	22 923	-236
Debt vs equity ratio	26,5%	58,9%	26,5%	58,9%
Earning per share, before dilution	-14,15	-3,05	-30,51	6,63
Earning per share, after dilution	-11,37	-3,05	-28,61	6,63
Equity per share, before dilution	111,00	76,57	184,85	77,56
Equity per share, after dilution	89,25	76,57	173,33	77,56
Number of shares before dilution	215 658	191 851	197 803	184 988
Number of shares after dilution	268 221	191 851	210 944	184 988
Number of full time equivalents (employees)	12	11	11	11

Definitions

Fiscal Year (FY)

FY2020 is the period 2020-05-01 until 2021-04-30.

Operating result (EBIT)

Operating result before interest and taxes is defined as profit before net financial items and taxes.

Operating result (EBIT) margin

Operating result (EBIT) as a percentage of net sales.

EBITDA

Operating result before interest, taxes, depreciation and amortization, defined as Income before net financial items, taxes and depreciation/amortization and impairment of tangible and intangible assets.

EBITDA margin

EBITDA as a percentage of net sales.

Earnings per share

Net income after tax for the period divided by the average number of shares during the period.

Equity per share

Equity divided by the average number of shares at the end of the period.

Average number of shares

Average number of shares is calculated on basis of a weighted average of number of shares at the month-ends during the period.

Capital employed

Defined as total assets less non-interest-bearing liabilities.

Return on equity

Defined as operating result plus interest income rolling twelve months divided by the average equity the last four quarters. When calculating the quarterly figure, the operating result plus interest income for the last quarter is annualized and divided by the average equity of the quarter.

Return on capital employed

Defined as operating result plus interest income rolling twelve months divided by the average equity the last four quarters. When calculating the quarterly figure, the operating result plus interest income for the last quarter is annualized and divided by the average capital employed of the quarter.

Net debt

Gross debt less cash & cash equivalents.

Debt vs Equity ratio

Defined as debt divided by the equity.

Equity ratio

Equity as a percentage of total assets.