



## Interim Report

January-March 2014

### First quarter 2014

- Net sales amounted to SEK 145.8 (88.6) million
- EBITDA amounted to SEK -11.2 (-78.6) million
- Earnings per share amounted to SEK -2.45 (-8.71)
- Cash flow was SEK 7.2 (-103.8) million
- Production of finished products remained high, amounting to 295 (171) thousand tonnes
- Average recovery rate was 40 (30) %
- The company's financial position remained very strained

### Significant events after the end of the period

- The company was granted further extensions of the due date for its bridge financing and deferrals of its interest payments
- An update of the mineral reserve showed a fall in tonnage from 34.0 million tonnes to 29.1 million tonnes
- Dannemora Mineral published its plans for a long-term solution to finance the investments required for profitable mining operations and to repay its bridge financing

## COMMENTS FROM THE CEO

Dannemora Mineral is currently facing a dual situation. Its operations continue to develop in a positive direction. Sales have increased by more than 60 percent in one year. This quarter saw a record amount of crude ore produced. Finished products and deliveries to customers remained high, even though they were slightly down on the record levels seen in the previous quarter. Operating expenses continued to fall as a result of the work to streamline the company's processes and increase the level of competence in central areas of our operations. However, EBITDA was hit by a lower iron ore price and an unfavourable exchange rate.

Although the development of the company's operations is positive, Dannemora Mineral is still facing a very difficult financial situation. To continue to operate, we need investments and working capital, which our operations cannot generate by themselves at this point in time. The management team and the Board of Directors were aiming to have a long-term financing solution in place in the first quarter. Unfortunately it was not possible to conclude the negotiations in this period. This meant that we had to negotiate further waivers from interest payments on the bond and move the due date for the bridge financing.

We are of course grateful that our financiers have been open to negotiate with us, and the main reason for continuing to work on our financing has been the positive underlying development of our operations. This has proved essential in the work to find a long-term solution. I hope that we can soon complete the proposal for the solution we have recently published. Not only is it vital for the future of Dannemora Mineral, it will also contribute positively in the long run to all of the company's stakeholders: shareholders, investors, creditors, suppliers, employees and nearby communities.

*Ralf Nordén, CEO and President*

## OPERATIONS

### PRODUCTION

	Jan-Mar 2014	Jan-Mar 2013	Apr-Jun 2013	Jul-Sep 2013	Oct-Dec 2013	Full year 2013
Produced crude ore, mine (kt)	755	564	643	721	734	2,662
ROM crude ore, sorting plant (kt)	731	564	578	710	704	2,556
ROM crude ore, sorting plant (Fe%)	33	33	32	34	35	33
Outcome of finished product (kt)	295	171	196	274	308	949
Recovery of finished product, plant (wt %)	40	30	34	39	44	37
Finished product shipped to customers (kt)	294	189	158	274	315	936

During the first quarter 18 boats left the Port of Hargshamn, loaded with 294 thousand tonnes of finished products. The deliveries consisted of 197 thousand tonnes of lump ore and 97 thousand tonnes of sinter fines. The logistics chain functioned exceptionally well and its capacity can accommodate higher volumes.

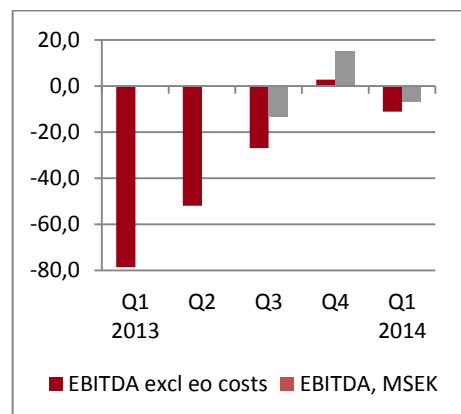
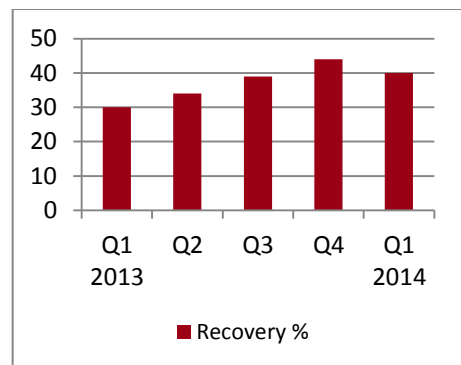
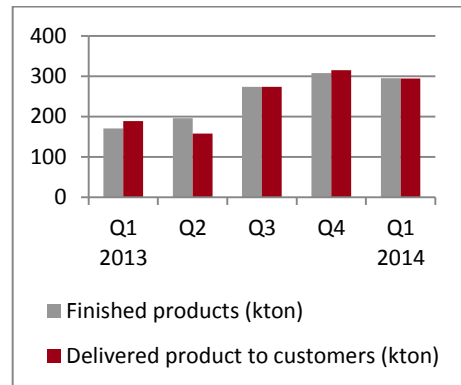
The average recovery rate stabilised at around 40 percent, the level established following the investment in June 2013.

Although company operations have developed well, the company still needs financing. In the second half of 2013 the company produced an expanded investment programme to improve its recovery rate, and to ensure that the company can meet the requirements in its environmental permit from 1 January 2016. This programme requires external capital contributions. The investment programme is a prerequisite for sustained profitability. The financing work was carried out throughout the quarter and is still underway.

As well as the financing work, the company continued to further improve the efficiency and productivity of its operations. At the end of the quarter a small amount of equipment was installed, which is predicted to increase the throughput. The calculations that have been carried out so far show that the throughput of the crude ore through the sorting plant will increase by at least 5-7 percent. The final results will be known once the installation has been running long enough to be evaluated.

EBITDA in the quarter amounted to SEK -11.2 (-78.6) million. Adjusted for extraordinary costs associated with the financing work, EBITDA amounted to SEK -6.5 (-78.6) million for the quarter.

On 27 January the County Administrative Board issued a new decision on the timing of the fine that relates to moving the crushing process below the ground. The deadline was moved from 1 August to 31 December 2015. As the County Administrative Board has postponed the effective date of the injunction, Dannemora Mineral believes that it can abide by the injunction in time, so has withdrawn its appeal of the injunction.



## FUTURE PROSPECTS

The aim was to end the financing work and have a long-term solution in place in the first quarter. However, it was not possible to conclude the negotiations during the period, which is why this work is continuing. The work should be finished in May. The company believes that the conditions are in place to allow Dannemora Mineral to continue to operate.

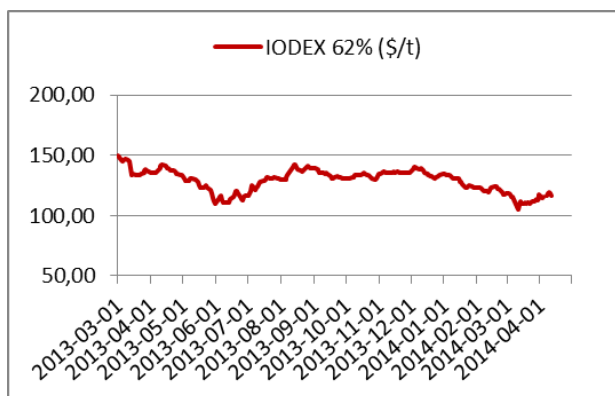
The waivers that the bond holders granted the company are on the proviso that it can present a solution to its financing needs.

The demand for Dannemora Mineral's products remains strong. Production of finished products is more than 1.2 million tonnes annualized. As reported for the fourth quarter of 2013, it is predicted that there will be demand for all the of company's expected production in 2014.

## MARKET CONDITIONS

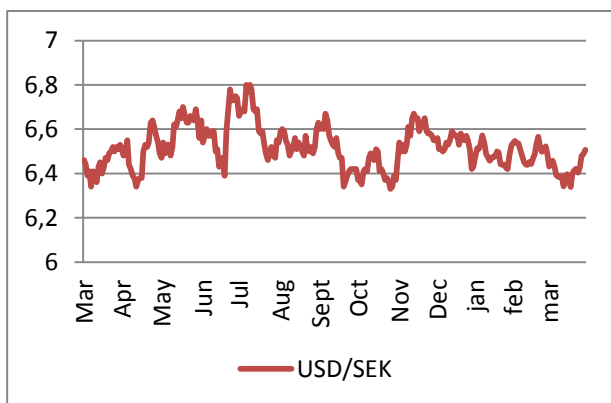
Global steel production continued to increase in the quarter by 2.8 percent for January and February. The development in the EU is remarkable, with production increasing by 6.5 percent compared with 2013 and by 3.2 percent in Germany. China increased by 4.3 percent to 130 million tonnes (2 months).

Demand remained high, with Dannemora Mineral's customers ordering more than previously expected.



The market price for iron ore was around USD 121 per tonne in the first quarter, but fell to levels of USD 117-118 per tonne in April.

Dannemora Mineral's prices are affected by the market price of iron ore, with a lag of between one and four months, depending on the contractual structure for the customers receiving the deliveries in the period. An overall effect of negotiations with existing and new customers was an improvement in the company's price level relative to the reference price.



The dollar rate for the period ranged from a low of SEK 6.34 on 19 March to a high of SEK 6.57 on 9 January. Dannemora Mineral does not hedge any income flows, so changes in exchange rates have a direct impact on its results.

## EXPLORATION PERMITS

As at 31 March 2014 Dannemora Mineral had six granted exploration permits with a total area of 3,801 hectares and one exploitation concession of 176.8 hectares. In February the company relinquished the exploration permit for Ralby no. 2, as it was primarily related to metals other than iron ore.

**Exploration**

An update of the mineral reserve as at 31 December 2013 was reported in April, showing a reduction in the tonnage from 34.0 million tonnes to 29.1 million tonnes. Read more under Significant events after the end of the period.

An update of the Dannemora mine's mineral reserve has continued through ongoing diamond drilling for ore boundary determination and improved mine planning data. Most of the diamond drilling has been carried out in areas that have previously been classed as having indicated mineral resources. The aim is to improve the decision-making data to enable the company to run efficient mining and production planning.

The Dannemora mine is considered to have good potential for increasing its mineral reserve and the exploration work is scheduled to be resumed in the second quarter of 2014. The exploration drilling to increase mineral resources and, in the long term the mineral reserve, will focus on the deeper parts of Dannemora's exploitation concession.

**RESULTS AND FINANCIAL POSITION****GROUP****Revenue and earnings**

Revenue during the first quarter, January-March, amounted to SEK 145.8 (88.6) million and was mainly attributable to iron ore product sales of SEK 145.1 (87.9) million, with rental income accounting for the remainder. Profit/loss after net financial items for the first quarter amounted to SEK -84.8 (-133.9) million. Net financial items for the period were SEK -40.7 (-28.7) million, including a loan revaluation of SEK 0.2 (-0.1) million and interest expenses for loans of SEK -30.4 (-27.5) million.

Profit/loss for the first quarter was adversely affected by extraordinary costs of SEK -4.7 (-) million for the ongoing financing work. Adjusted for these extraordinary costs, profit/loss after net financial items amounted to SEK -80.1 (-133.9) million.

**Liquidity and cash flow**

Cash flow from operating activities during the quarter amounted to SEK 4.2 (-75.0) million. Cash flow from investing activities was SEK -18.0 (-28.7) million and cash flow from financing activities was SEK 21.0 (-0.1) million, which meant that cash flow for the period ended on SEK 7.2 (-103.8) million. The Group's cash & cash equivalents ended the quarter on SEK 28.7 (47.8) million. Cash flow from financing activities related to the bridge financing.

Cash flow from the extraordinary costs of the financing work accounted for SEK -4.7 (-) million of the cash flow for the first quarter. Cash flow from operating activities adjusted for these costs amounted to SEK 8.9 (-75.0) million for the first quarter.

The Group's non-current interest-bearing liabilities amounted to SEK 929.8 (917.9) million as at 31 March 2014, of which SEK 780.8 (781.9) million, corresponding to USD 120 (120) million, relates to the bond; SEK 136.0 (136.0) million relates to the convertible bond; and SEK 13.0 (-) million relates to property loans. Past-due interest relating to the bond and convertible bonds is classified under current interest-bearing liabilities, and amounted to USD 14.1 (-) million as at 31 March 2013, corresponding to SEK 91.7 (-) million, and SEK 16.0 (-) million respectively. Last year the property loan of SEK 13 million was classified under current interest-bearing liabilities, as the loan was payable within one year. However, the loan has been classified under non-current liabilities from the final quarter of 2013, as the due date of the

loan has been extended to 31 December 2015.

On 9 January 2014 Dannemora Mineral AB's subsidiary Dannemora Magnetit AB received bridge financing in the form of a super senior bond issue of SEK 21 million with a due date of 19 February 2014 (ISIN NO0010700313). The purpose of the bridge financing was to finance the Dannemora Group's working capital requirement while it continued to explore long-term financing solutions. In the quarter Dannemora Magnetit agreed with the bond holders on a further extension of the due date for the bridge financing.

On 26 March the bond holders of Dannemora Mineral's bond (ISIN NO 0010601198) granted the company temporary waivers from some of the conditions of the bond agreement dated 18 March 2011. This included a temporary waiver from the interest payment of USD 7.05 million as of 22 March 2014 and an extension of the temporary waiver from the interest payment as of 22 September 2013, and the agreement covenant regarding a minimum cash balance of SEK 50 million.

### **Investments**

Investments during the fourth quarter amounted to SEK 13.0 (21.6) million. These were distributed as follows: work in progress SEK 10.8 (18.6) million, plant & machinery SEK 2.2 (2.8) million, exploration & evaluation SEK 0.0 (0.1) million and licences SEK 0.0 (0.1) million.

### **Equity**

As at 31 March 2014 the Group reported negative equity of SEK -24.6 million, caused by the elimination of shareholder contributions in the consolidated financial statements. All of the companies in the consolidated financial statements reported positive equity.

### **Employees**

The average number of employees during the quarter was 112 (85), of whom 27 (25) were women. On 31 March the number of employees was 116 (90), of whom 27 (26) were women.

### **PARENT COMPANY**

In the quarter the parent company provided shareholder contributions to its subsidiary Dannemora Magnetit, which increased the value of shares in the subsidiary by SEK 70.0 million. An impairment test showed that there was no need for impairment.

## **SIGNIFICANT EVENTS AFTER THE END OF THE PERIOD**

Dannemora Mineral AB agreed with the bond holders of Dannemora Mineral's bond (ISIN NO 0010601198) to extend the temporary waivers from interest payments and the minimum cash liquidity requirement, initially to 17 April, then to 25, and finally to 2 May 2014.

Dannemora Magnetit AB (subsidiary of Dannemora Mineral AB) agreed with the bond holders of Dannemora Magnetit's bond (ISIN NO 0010700313) to further extend the due date for bridge financing, initially to 17 April, then to 25 April, and finally to 2 May 2014.

An update of the mineral reserve as at 31 December 2013 was presented in April, showing a probable mineral reserve of 29.1 million, with an average grade of 34.2 percent Fe. This is a decline in tonnage compared with the previous estimate in December 2012, which was 34.0 million tonnes and 34.5 percent Fe. The main reasons for the reduction in the reserve were that 2.6 million tonnes of ore were mined in 2013 and a temporary cut-off of 30 percent Fe has been in place since 2013. This means that areas in the mine with grades of between 20 and 30 percent Fe have been left and will continue to be left for the time being. After 2015 a cut-off level of 20 percent Fe will be reintroduced. There is therefore a total

reduction in the probable mineral reserve of 4.9 million tonnes and a reduction in the Fe grade of 0.3 percent Fe.

In its press release on 24 April, Dannemora Mineral published its plans for a long-term solution to finance the investments required for profitable mining operations and to repay its bridge financing. The solution will allow investors to subscribe to bonds and warrants. This will pave the way for an investment programme of approximately MSEK 450 to increase the production of finished products by 40 percent and to create cost savings of approximately MSEK 60 per annum. As well as a new bond, the financing solution includes the conversion of the existing bond loan to shares in Dannemora Mineral AB and the conversion of outstanding convertible debt instruments. This financial restructuring process requires the consent of the general meeting of shareholders, amendments to the company's articles of association, and the approval of existing bond holders and the holders of the convertible debt.

## **RISKS AND UNCERTAINTIES**

The company's current financing is insufficient to secure the daily operations without additional capital. Since August 2013 the company has actively tried to find new financing in the markets for equity and debt. Since September it has been possible to continue the company's daily operations only because the creditors granted deferrals of the interest payments and by the bridge financing of SEK 21 million, which was granted at the end of 2013. The operating activities continued to be rationalised and developed to a significant extent. These activities are effective and function well within the technical limitations, which can only be addressed through investments. There are uncertainties as to whether the company can secure sufficient financing, but the Board believes that it can and that the work can be completed in May 2014 at the latest.

For other risks see the Dannemora Mineral's Annual Report for 2012, Risks and uncertainties.

### **Forthcoming financial information**

Annual report 2013 – postponed while waiting for the date of the AGM to be set	
Interim report for January-June 2014	25 August 2014
Interim report for January-September 2014	27 October 2014
Year-end report for 2014	February 2015

### **Annual General Meeting**

The Board of Dannemora Mineral AB has decided to postpone the Annual General Meeting, which was planned for 9 May 2014. No new date has been set for the meeting. The reason why the meeting has been postponed is because work on a financing solution to provide the necessary investments and working capital is still ongoing, and the Board wants to present the solution at the Annual General Meeting.

The invitation to the Annual General Meeting will be published at least 4 weeks before the date of the meeting, once it has been decided.

## **ACCOUNTING POLICIES**

### **Group**

This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Financial Reporting Board's recommendation RFR 1 and, in the Parent Company's case, RFR 2. The same accounting policies and methods of computation are followed in the interim financial statements as

in the most recent annual financial statements, apart from the cases described below.

Preparation of financial statements in accordance with IFRS requires management to make critical judgements, accounting estimates and assumptions which affect the Group's earnings, financial position and other disclosures.

A number of new and revised standards and interpretations have come into effect for periods beginning on 1 January 2014. The new and revised standards have had no material effect on the consolidated financial statements. When preparing this interim report there were a number of standards, amendments and interpretations of existing standards which had not yet come into force. Dannemora Mineral has decided against early adoption of these standards, amendments and interpretations. The standard that is considered to be relevant to the Group is IFRS 9 Financial Instruments. The Group will evaluate the effects of the remaining phases of IFRS 9 when they have been completed by IASB.

### **Dannemora, 28 April 2014**

Board of Directors of Dannemora Mineral AB (publ) reg. no. 55 66 78 – 33 29

Lennart Falk, Chairman of the Board  
Christer Lindberg  
Åke Roos

*The geological data in the exploration section of this interim report has been approved by Thomas Lindholm who is registered as a qualified person (QP) in accordance with the international JORC Code.*

*This interim report has not been reviewed by the company's auditors.*

For further information, please contact:

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CFO, Dannemora Mineral AB  
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**Group**
**STATEMENT OF COMPREHENSIVE INCOME**

Amounts in SEK thousands	Jan-Mar 2014	Jan-Mar 2013	Full year 2013
Net sales	145,835	88,627	475,666
Changes in inventories	-2,868	-5,631	10,776
Other external costs	-132,847	-144,778	-570,164
Personnel expenses	-21,301	-16,806	-71,174
Depreciation/amortisation and impairment of assets	-32,845	-26,577	-118,257
<b>Operating profit/loss</b>	<b>-44,026</b>	<b>-105,165</b>	<b>-273,153</b>
Finance income	514	551	2,695
Finance costs	-41,242	-29,248	-130,206
Net financial items	-40,728	-28,697	-127,511
<b>Profit/loss after financial items</b>	<b>-84,754</b>	<b>-133,862</b>	<b>-400,664</b>
Tax on profit/loss for the year	-	-	-
<b>Profit/loss for the period</b>	<b>-84,754</b>	<b>-133,862</b>	<b>-400,664</b>
Other comprehensive income for the period:			
Items that will not be reclassified to net income	-	-	-
Items that may be reclassified to net income	-	-	-
<b>Total comprehensive income for the period, net of tax</b>	<b>-84,754</b>	<b>-133,862</b>	<b>-400,664</b>
<b>Comprehensive income for the period attributable to:</b>			
Owners of the parent	-84,754	-133,862	-400,664
<b>Earnings per share, based on profit/loss attributable to owners of the parent during the period</b>			
Earnings per share before and after full dilution, SEK	-2.45	-8.71	-14.07

**STATEMENT OF FINANCIAL POSITION**

Amounts in SEK thousands

<b>ASSETS</b>	31/03/2014	31/03/2013	31/12/2013
<b>Non-current assets</b>			
<i><b>Intangible assets</b></i>			
Exploration and evaluation assets, Dannemora	31,469	34,473	32,228
Other exploration and evaluation assets	1,271	1,545	1,271
Licences	3,381	3,800	3,486
	<u>36,121</u>	<u>39,818</u>	<u>36,985</u>
<i><b>Property, plant &amp; equipment</b></i>			
Land and buildings	656,904	477,228	672,767
Plant and machinery	262,362	315,226	277,415
Equipment, tools and fixtures & fittings	16,333	12,005	15,165
Work in progress	153,783	321,728	142,982
	<u>1,089,382</u>	<u>1,126,187</u>	<u>1,108,329</u>
Financial assets	5,939	2,325	3,998
	<u>5,939</u>	<u>2,325</u>	<u>3,998</u>
<b>Total non-current assets</b>	<b>1,131,442</b>	<b>1,168,330</b>	<b>1,149,312</b>
<b>Current assets</b>			
Inventories	28,150	14,611	31,018
Trade receivables	16,539	71	16,505
Other receivables	11,458	15,063	12,124
Prepayments and accrued income	3,114	18,963	9,292
Cash & cash equivalents	28,683	47,801	22,664
<b>Total current assets</b>	<b>87,944</b>	<b>96,509</b>	<b>91,603</b>
<b>TOTAL ASSETS</b>	<b>1,219,386</b>	<b>1,264,839</b>	<b>1,240,915</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	<b>-24,569</b>	<b>139,801</b>	<b>60,185</b>
<b>Non-current liabilities</b>	<b>954,050</b>	<b>942,184</b>	<b>954,389</b>
<b>Current liabilities</b>			
Trade payables	89,155	100,736	76,769
Other liabilities	39,697	29,213	17,001
Accruals and deferred income	161,053	52,905	132,571
<b>Total current liabilities</b>	<b>289,905</b>	<b>182,854</b>	<b>226,341</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,219,386</b>	<b>1,264,839</b>	<b>1,240,915</b>

**STATEMENT OF CHANGES IN EQUITY**

Amounts in SEK thousands	Attributable to owners of Parent			
	Share capital	Other paid-in capital	Retained earnings	Total equity
Opening balance 1 January 2013	2,458	740,203	-468,942	273,719
Comprehensive income for the period			-133,862	-133,862
Issue expenses		-56		-56
<b>Closing balance, 31 March 2013</b>	<b>2,458</b>	<b>740,147</b>	<b>-602,804</b>	<b>139,801</b>
Opening balance 1 January 2014	5,530	924,261	-869,606	60,185
Comprehensive income for the period			-84,754	-84,754
<b>Closing balance, 31 March 2014</b>	<b>5,530</b>	<b>924,261</b>	<b>-954,360</b>	<b>-24,569</b>

**CASH FLOW STATEMENT**

Amounts in SEK thousands	Jan-Mar 2014	Jan-Mar 2013	Full year 2013
Operating activities			
Cash flow before changes in working capital	-17,010	-122,297	-212,049
Changes in working capital	21,256	47,279	-538
<b>Cash flow from operating activities</b>	<b>4,246</b>	<b>-75,018</b>	<b>-212,587</b>
Investing activities			
Investments in intangible assets	-	-256	-479
Investments in property, plant & equipment	-16,132	-28,460	-100,552
Investments in financial assets	-1,941	-1	-1,674
<b>Cash flow from investing activities</b>	<b>-18,073</b>	<b>-28,717</b>	<b>-102,705</b>
Financing activities			
New share issue	-	-56	187,130
Proceeds from borrowings	21,000	-	-
<b>Cash flow from financing activities</b>	<b>21,000</b>	<b>-56</b>	<b>187,130</b>
<b>Cash flow for the period</b>	<b>7,173</b>	<b>-103,791</b>	<b>-128,162</b>
Cash & cash equivalents at beginning of period	22,664	152,049	152,049
Exchange gains/losses	-1,154	-457	-1,223
Cash & cash equivalents at end of period	28,683	47,801	22,664

**KEY FIGURES**

	Jan-Mar 2014	Jan-Mar 2013	Full year 2013
EBITDA	-11,181	-78,588	-154,896
EBITDA adjusted for extraordinary costs for financing work	-6,467	-78,588	-129,074
Profit/loss after financial items, SEK thousands	-84,754	-133,862	-400,664
Return on average total assets, %	-3.5	-7.9	-20.7
Return on average equity, %	-475.9	-64.7	-240.0
Equity, SEK thousands	-24,569	139,801	60,185
Equity/assets ratio, %	-2.0	11.1	4.9
Gross investments in property, plant & equipment, SEK thousands	13,036	21,384	88,525
Earnings per share before and after full dilution, SEK	-2.45	-8.71	-14.07
Shares outstanding before full dilution on reporting date (thousand)	34,560.9	15,360.4	34,560.9
Shares outstanding after full dilution on reporting date (thousand)	37,960.9	18,760.4	37,960.9
Average no. of shares before full dilution (thousand)	34,560.9	15,360.4	28,480.7
Average no. of shares after full dilution (thousand)	37,960.9	18,760.4	31,880.7

## Parent Company

### INCOME STATEMENT

Amounts in SEK thousands

	Jan-Mar 2014	Jan-Mar 2013	Full year 2013
Net sales	7,621	7,023	27,822
Other external costs	-12,177	-5,967	-54,960
Personnel expenses	-3,390	-4,131	-14,230
Depreciation/amortisation and impairment of assets	-474	-2,388	-4,301
<b>Operating profit/loss</b>	<b>-8,420</b>	<b>-5,463</b>	<b>-45,669</b>
Other interest and similar income	24,553	2,488	28,498
Interest and similar expense	-36,430	-31,332	-132,148
Net financial items	-11,877	-28,844	-103,650
<b>Profit/loss after financial items</b>	<b>-20,297</b>	<b>-34,307</b>	<b>-149,319</b>
Tax on profit/loss for the year	-	-	-
<b>Profit/loss for the period</b>	<b>-20,297</b>	<b>-34,307</b>	<b>-149,319</b>
Other comprehensive income for the period:			
Items that will not be reclassified to net income	-	-	-
Items that may be reclassified to net income	-	-	-
<b>Total comprehensive income for the period</b>	<b>-20,297</b>	<b>-34,307</b>	<b>-149,319</b>

**BALANCE SHEET**

Amounts in SEK thousands	31/03/2014	31/03/2013	31/12/2013
<b>ASSETS</b>			
<b>Non-current assets</b>			
<i>Intangible assets</i>			
Capitalised expenditure	16,025	17,672	16,376
Licences	2,821	3,174	2,909
	18,846	20,846	19,285
Property, plant & equipment	100	265	135
	100	265	135
<i>Financial assets</i>			
Shares in Group companies	316,126	300	245,726
Other non-current receivables	864,729	125	125
	1,180,855	425	245,851
<b>Total non-current assets</b>	<b>1,199,801</b>	<b>21,536</b>	<b>265,271</b>
<b>Current assets</b>			
Current receivables	26,900	1,008,279	919,175
Cash and bank balances	5,893	2,505	4,159
<b>Total current assets</b>	<b>32,793</b>	<b>1,010,784</b>	<b>923,334</b>
<b>TOTAL ASSETS</b>	<b>1,232,594</b>	<b>1,032,320</b>	<b>1,188,605</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
<i>Restricted equity</i>			
Share capital	5,530	2,458	5,530
Statutory reserve	1,078	1,078	1,078
	6,608	3,536	6,608
Unrestricted equity	168,936	120,131	189,233
<b>Total equity</b>	<b>175,544</b>	<b>123,667</b>	<b>195,841</b>
Non-current liabilities	895,224	884,280	892,398
Current liabilities	161,826	24,373	100,366
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,232,594</b>	<b>1,032,320</b>	<b>1,188,605</b>
Pledged assets	1,185,480	3,953	250,658
Contingent liabilities	13,000	13,000	13,000

*Dannemora Mineral AB is a mining and exploration company of which the primary activity is mining operations in the Dannemora iron ore mine. The Company also engages in exploration activities to increase the iron ore base locally and regionally, and to explore for base and precious metals in several areas in Uppland where the potential for finding mineable deposits is considered good.*

*Dannemora Mineral comprises the Parent Company Dannemora Mineral AB and the wholly-owned subsidiaries Dannemora Magnetit AB (responsible for operation of the Dannemora mine and the Group's exploration activities) and Dannemora Förvaltnings AB (responsible for the property portfolio).*

*The Company's most important asset is the iron ore deposit at Dannemora, and activities will initially focus on the planned mining of this deposit.*

*Dannemora Mineral AB is listed on OMX First North Stockholm and Oslo Axess. The Company's Certified Adviser on First North is Remium Nordic AB.*

*The Company's independent qualified person is mining engineer Thomas Lindholm, GeoVista AB, Luleå. Thomas Lindholm is qualified as a Competent Person as defined in the JORC Code based on education and experience in exploration, mining and estimation of mineral resources of iron, base and precious metals.*