



Changing the World One Wave at a Time

INTERIM REPORT FOR THE PERIOD
1 JANUARY – 30 SEPTEMBER 2019
EWPG Holding AB (publ)



The period in summary

Comments to the financials

Numbers in parentheses refers to outcomes during the corresponding period of the previous year.

Third quarter of 2019

- Revenues (grants) of SEK 0.5 million (0).
- Net loss of SEK 8.2 million (2.2). Net loss excl. IPO related costs of SEK 3.9 million.
- Earnings per share of SEK -0.3 (-19.8).
- As of 30 September 2019, cash and cash equivalents amounted to SEK 108.4 million.

First nine months of 2019

- Revenues (grants) of SEK 0.7 million (0).
- Net loss of SEK 13.6 million (5.9).
- Earnings per share of SEK -0.9 (-53.0).

Significant events 1 July - 30 September 2019

- On the 18 July, EWPG Holding was publicly listed on Nasdaq First North. Eco Wave Power raised SEK 120.8 million, before transaction costs. Eco Wave Power welcomed around 5,900 new shareholders in EWPG Holding AB, including AP4 and Skandia Fonder, who become two of the company's largest shareholders, as well as the chairman of the board, Mats Andersson, and the director of the board, Elias Jacobson.
- Post IPO, David Leb, Co-Founder of Eco Wave Power purchased 39,800 number of additional shares in the company, which expanded his holding to 11,789,800 and Mr. Elias Jacobson (board member) increased his holding by 20,000 shares.
- Eco Wave Power won the prestigious United Nations Global Climate Action Award, which will be officially awarded to the company during COP25, in Madrid, Spain.
- Eco Wave Power filed a New Patent for Combined Wave and Solar System and started testing of the combined solution in Jaffa Port, Israel.
- Eco Wave Power received a patent registration approval for EWP's proprietary automation system.
- In September 2019, Eco Wave Power submitted the full report to Horizon2020 and received the full amount of funding from Horizon 2020.
- Eco Wave Power met the second milestone for the grant of the Office of the Chief Scientist of the Energy Ministry, Government of Israel. The funding is used for the Jaffa Port project expansion.
- Eco Wave Power started procurement of parts for the Jaffa Port project expansion. Eco Wave Power has partnered with Siemens for the project, which will provide the electrical and grid connection technology while also upgrading Eco Wave Power's components for improved system efficiency.
- Eco Wave Power conducted an Environmental Survey in connection with the Jaffa Port Project. The survey was conducted by Dr. Gil Ben Nathan, from GEO-TEVA Environmental Consulting.
- The results of the survey are that EWP's project has no negative impact on the surrounding environment.
- Eco Wave Power and EDF Renewables have established a JV company, in accordance with the agreement signed between the parties in Q2. The first board meeting between the parties was held in October.
- Representatives from Eco Wave Power, EDF Renewables IL and Siemens met with IEC (Israel Electric Company) to discuss the next steps necessary for the grid connection of the Jaffa Port
- Eco Wave Power received new Letters of Intent for projects in Portugal, Brazil, the Maldives and Australia.
- Eco Wave Power's activity received coverage by BloombergNEF Research, under the name "2019 Update on Wave and Ocean Thermal".





Events occurred after the reporting date

- Eco Wave Power finalized parts procurement for the Jaffa Port conversion unit and started Assembly of the same.
- Eco Wave Power installed a spotter buoy in proximity to its' wave energy power station in Gibraltar. The spotter measures wave height, period and direction, as well as the wind speed in the implementation site.
- Inna Braverman, CEO of Eco Wave Power, was a speaker in the C40 World Mayors Summit, with respected speakers, such as Al Gore and spoke in the Women4Climate panel, along with the Mayor of Stockholm.
- Eco Wave Power was shortlisted for the prestigious Business Green Technology Awards in the UK, under the category Renewable Energy Technology of the Year.
- Eco Wave Power is adding five positions in the company in order to reinforce and accelerate the company's projects delivery capabilities, including EPC manager to be responsible of the execution, timeline and budget of the upcoming projects, Maintenance manager for the Jaffa Port Project, HR Manager, grant writer, and marketing and communication assistant.
- Eco Wave Power was positively covered by Forbes magazine and The Economist.



A Word From the CEO

Dear Shareholders,

In Q3, we have been focused on the strengthening of our technology, patent portfolio and expanding our core team and projects pipeline, allowing us to address the global interest for our technology, accelerate the execution of wave energy licensing processes, and strengthen our implementation capacity.



Eco Wave Power (EWP) is working hard to prove the validity of our approach in wave energy, arguing for the need of cost efficient onshore marine energy solutions. Supporting this approach is a study by the Institute of Marine Sciences and Technology at Dokuz Eylül University. The study determines that onshore technologies have significantly higher survivability and are more cost effective than offshore solutions. Another study by Dr. Peter Harrop, where EWP is mentioned, points at an increased interest in waterpower, as reflected in large actual orders for waterpower solutions. The main issue is avoiding huge infrastructure and using simpler devices particularly in the sea.

EWP has over the last few years built robust power stations in Israel and Gibraltar at significantly lower cost than the offshore solutions. In 2016, the Gibraltar power station was connected to the grid and safely sent energy to the grid for the first time.

Now, few months after the company's IPO, we have already reached the assembly phase of our Jaffa Port project, which we are executing in collaboration with EDF Renewables IL and Siemens. The Jaffa Port Project will be our second grid connection project and will include significant upgrades in the electricity conversion part and in the automation system. It will also enable the company to prepare for the next significant step, which is the execution of a commercial wave farm.

In this quarter we also:

- Reinforced the Eco Wave Power patent portfolio by filling for a new patent for combined wave and solar system and started testing of the combined solution in Jaffa Port and received patent registration approval for EWP's proprietary automation system.
- Established the joint venture company with EDF Renewables IL for the execution of the expanded Jaffa Port Project and started working with EDF on upgrade to EWP's automation system.
- Representatives from Eco Wave Power, EDF Renewables IL and Siemens met with IEC (Israel Electric Company) to discuss the next steps necessary for the grid connection of the Jaffa Port expansion project.
- Conducted an Environmental Survey in connection with the Jaffa Port Project. The survey was conducted by Dr. Gil Ben Nathan, from GEO-TEVA Environmental Consulting. The results of the survey are the EWP's project has no negative impact on the surrounding environment.
- In Gibraltar, Eco Wave Power installed a spotter buoy in proximity to its' wave energy power station. The spotter buoy is measuring the wave height, period and direction, as well as the wind speed in the implementation site.

- Submitted a detailed report to Horizon2020 and received the full funding under the program. We also met the required mile-stones under the funding program of the Israeli Chief Scientist of the Energy Ministry and received the second mile stone payment.
- Received new Letters of Intent for projects in Portugal, Brazil, The Maldives and Australia.

In the same time, we were extremely honored to be recognized for our contribution for the mitigation of climate change by being awarded the **United Nations Global Climate Action Award (UNGCAA)**. We believe that the attention received in conjunction with the UNGCAA, recent recognitions in the research community, along with the capital injection in Q3, has strengthened EWP's position. These factors have together resulted in significantly increased interest in EWP technology from global electric companies, governments, ports, municipalities and engineering companies.

In October 2019, The Economist published an article focusing on EWP technology, arguing for the need for onshore marine energy projects in lower risk environments. In the same month, EWP was also featured in FORBES Magazine.

I believe there is a visible shift in the global scientific, business, research and media world towards an increased support for EWP's technological approach.

Inna Braverman

CEO



R&D and Projects

Jaffa Port Project

The Jaffa Port project will include the construction and installation of ten floaters on 30 linear meters of a pre-existing breakwater within the port, having an installed capacity of 100 kW. Each floater will have a surface area of 8.54 m².

As part of EWP's strategic cooperation with Siemens, the company will use only Siemens products and technology for its electric system and grid connection works, while Siemens will dedicate its vast knowledge and resources for an upgrade of EWP's electrical components and transmission to the grid to enhance the electrical system's efficiency.

The companies are also reviewing the possibility of expanding their strategic cooperation to EWP's near future commercial scale installations.

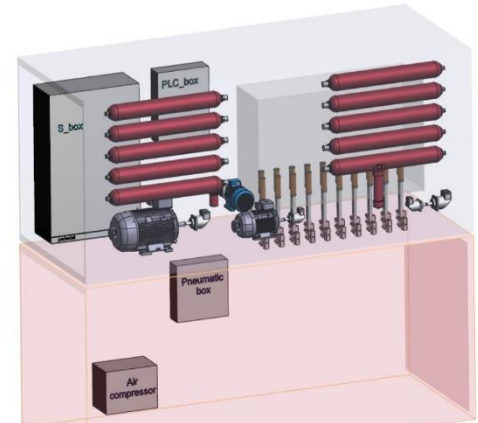
The Jaffa Port expansion will be EWP's second grid connected project after its Gibraltar project which was launched in 2016 and is a significant leap forward for EWP and for the wave energy industry.

The hydraulic works are expected to be finalized within 30 days. Once hydraulic works are finalized, Siemens will commence the electric installation works. Once the land located conversion unit is fully assembled, EWP will perform final testing by means of wave simulation. This implies simulating different working pressures to examine the proper system performance. When wave simulation testing is completed successfully, the conversion unit will be transferred to Jaffa Port, where it will be connected to 10 large scale floaters.

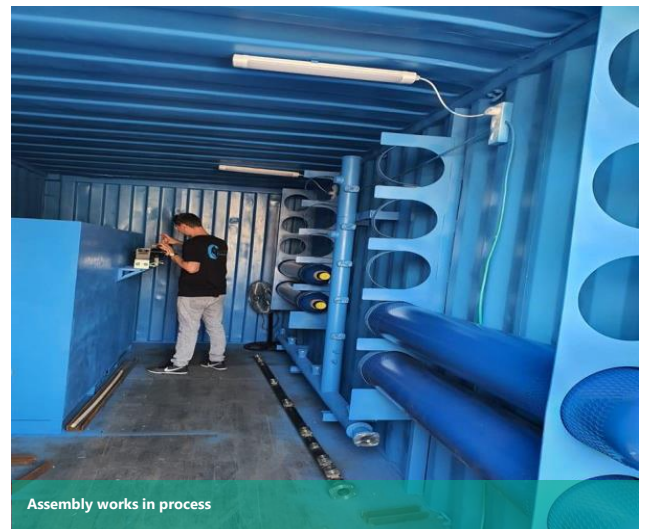
Eco Wave Power is expected to initially install 1-2 large scale floaters, and after that install the full amount.

In parallel, Eco Wave Power's engineering team and the EDF Renewables IL engineering team are working on enhancing automation, control and monitoring system and jointly handling the required remaining licensing and the securing of the designated wave energy FIT.

The Jaffa Port power station is partially co-funded by the Ministry of Energy of Israel and by EDF Renewables IL, as part of the Joint venture agreement entered between the parties.



Simulation of the complete conversion unit for the Jaffa Port power station, According to which assembly works are being executed.



Assembly works in process



EWP applied for a new PCT (international patent) and a new Israeli Patent for an integrated wave and solar system and commenced initial testing for the combined solution.

The idea for the combined solution was conceived from significant interest of several of EWP's potential clients in having a variety of renewable energy sources as part of their energy mix.

However, due to space restrictions (especially experiment by Islands), there is a limitation on the implementation of large-scale solar farms which often require significant land spaces.

In order to ease the integration of the sources, without waste of any land space (which often also comprises a significant part of the cost in commercial scale solar farms), EWP developed a method for connection of the solar panels to the surface of its' floaters.

The company started testing of the combined system in its R&D facility in the Port of Jaffa. Upon successful test results, the company will install the solar panels on all floaters in the expanded EWP station in Jaffa port and will review the possibility to install the new system also in Gibraltar and in future sites.

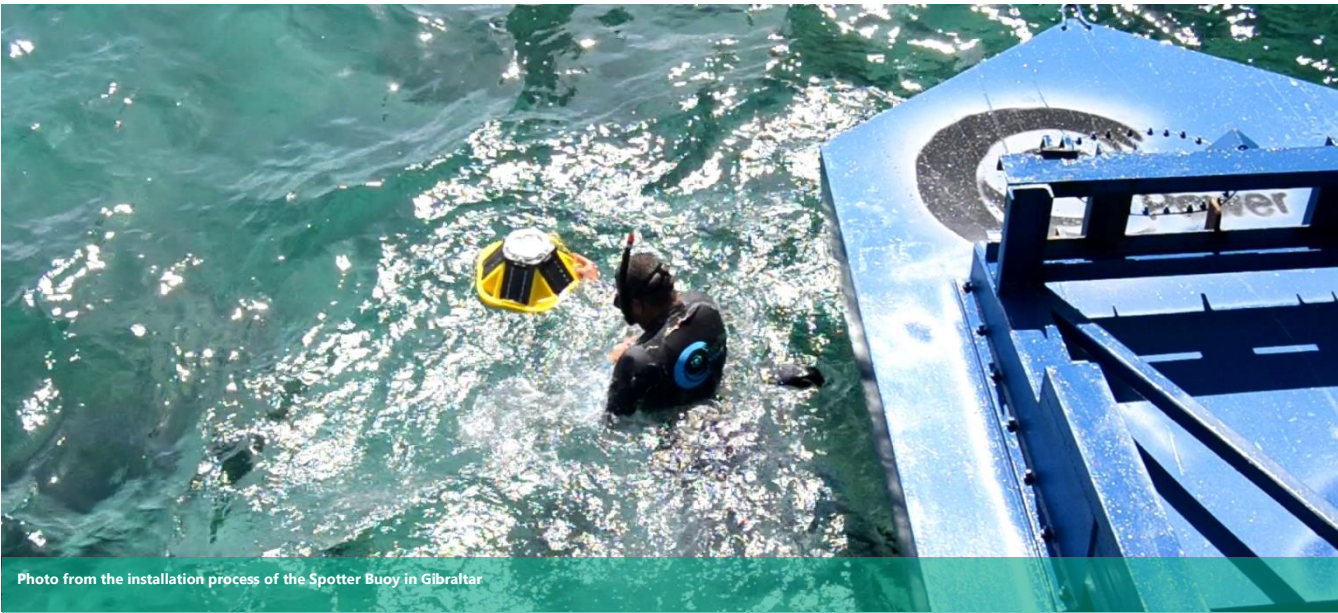
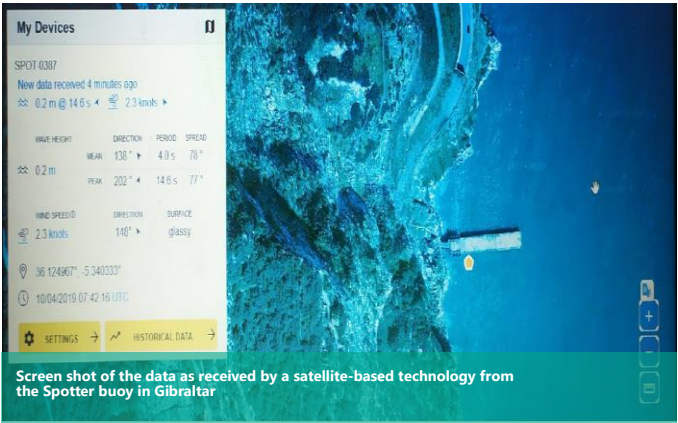


Integrated wave and solar system



Gibraltar

Eco Wave Power purchased and installed a spotter buoy in proximity to its' wave energy power station in Gibraltar. The spotter buoy is measuring the wave height, period and direction, as well as the wind speed in the implementation site. The buoy installation is part of EWP's validation strategy on the path to commercialization and expansion of the Eco Wave Power technology to MW scale.



GRANTS



Ministry of Energy

Office of the Chief Scientist

Eco Wave Power met the second milestone for the grant of the Office of the Chief Scientist of the Energy Ministry, Government of Israel. The funding is used for the Jaffa Port project expansion.



In September 2019, Eco Wave Power submitted the full report to Horizon2020, Grant Agreement number 867793 — Wave Scale and received the full amount of funding from Horizon2020.

NEW PROJECTS ADDED TO THE COMPANY'S PIPELINE¹

- Following the LOI entered with Vopak in Q2 (a publicly traded Dutch company with market cap of EUR 5 billion), Mr. Matias Sigal, from EWP's business development department flew to Singapore for a meeting with Vopak representatives in Singapore. Vopak has **expressed interest in purchasing** a pilot station.
- Following the 20MW LOI signed with Vandebbron (which is a green energy company based in Amsterdam, that delivers green electricity and regular gas to individual and business customers), Eco Wave Power and Vanderbron held several discussions in order to **finalize the terms of the 20MW** Power Purchase Agreement.
- In addition, in continuity to the Letter of Intent with Mr. Sergio Prete (the President of the Port Authority of Taranto) regarding the implementation of the first wave energy project in Italy in the Port of Taranto, Eco Wave Power business development Manager, Mr. Yair Rudick flew to Taranto for a second meeting in which EWP entered discussions with a local marine engineering company, which is **interested to invest in the Taranto project**.
- Moreover, in continuity to the Bluetech program held in Portugal and the 5MW Letter of Intent which was entered with the Port of Leixões in Portugal, EWP has **finalized the prefeasibility studies** for Port of Leixões and Port of Sines. According to the results of the studies, both ports are extremely suitable for the implementation of the Eco Wave Power technology, and the EWP team will fly to Portugal on the 29 November for site visits in the ports and for official presentation of the study results. The goal of the site visits is to determine the next practical steps for the execution of the projects.
- Eco Wave Power also received new Letters of Intent for projects in **Brazil, the Maldives and Australia**.



¹. Projects which are in the LOI stage, are in its' initial development process, and still require detailed feasibility studies, land approvals, grid connection approvals and other relevant approvals, as well as financial closing in order to reach the ready-to-build stage

Investor Activities

In Q3 and Q4, EWP participated in the following events and conferences with the goal of reinforcing our awareness towards the EWP's unique technology:

- **5 September:** Börsveckan's and Financial Hearing's Småbolagsdag, Stockholm
- **9 September:** Breakfast meeting at the Sweden-Israel Chamber of Commerce
- **11 September:** Stockholm Tech Fest
- **9-12 September:** World Energy Congress, Abu Dhabi
- **23 September:** the E.ON Energy Globe event in Budapest, Hungary
- **10 October:** Cities & Business Forum at the C40 Cities World Mayors Summit in Copenhagen, Denmark
- **16-17 November:** Limmud Conference in Stockholm, Sweden
- **20 November:** Redeye Technology Day, Stockholm Sweden

We are in the process of expanding our investor relations activities in order to reach out to our shareholders effectively:

- We hired a reputable local PR firm to assist us with our local communication strategy
- We have engaged Naventus to write research reports and analysis
- We started a newsletter, to which you can sign up on our website (www.ecowavepower.com)
- The CEO of Eco Wave Power, the board of directors and key employees will participate in relevant conferences and events in Sweden with the goal of providing higher understanding of our technology, business and goals for the near future.

Meet us

EWPG's executive management will present at the following events during Q4 2019:

- **29 November:** Demo Day, Lisbon Portugal
- **9-13 December:** The United Nations Climate Change Conference (COP 25)



**BusinessGreen
Technology Awards
FINALIST**

BloombergNEF



Could the future of marine energy be onshore?

Scaling up wave-energy generation to tackle climate change needs to start with smaller projects in a lower-risk environment, say experts

WORLD OCEAN



- **September 2019** - The United Nations Climate Change Secretariat announced the 15 winners of the 2019 prestigious UN 'Momentum for Change' Global Climate Action Award, with Eco Wave Power (EWP, EWPG Holding AB) receiving the award for its innovative wave energy technology. Niclas Svenningsen, Manager of the UN Climate Change Global Climate Action programme congratulated Eco Wave Power for winning the "Global Climate Action Award" and said:

"This year, we had over 670 incredible applications for the UN Global Climate Action Award. It is our pleasure to give this award to Eco Wave Power. Their innovative technology serves as a beacon, guiding us towards a more sustainable future for all."

"Their project generates clean and affordable energy from the ocean led by technology entrepreneur, Inna Braverman – and in turn provides a shining example of a scalable, effective climate solution, that's led by a female co-founder and CEO," Svenningsen concluded.

Eco Wave Power and all Award recipients will be showcased at a series of special events during the UN Climate Change Conference (COP25) in December 2019.

Link to the full press release by the UN: <https://unfccc.int/news/winners-of-the-2019-un-global-climate-action-awards-announced>

- **September 2019** - Eco Wave Power's activity received coverage by BloombergNEF Research, under the name "2019 Update on Wave and Ocean Thermal". According to the research, 'point absorber' technology is one of the most established forms of wave energy design, based on the concept of a submerged buoy moved by ocean waves, in turn driving a power take-off system that converts the motion into electricity.
- **October 2019** - Eco Wave Power was shortlisted for the prestigious Business Green Technology Awards in the UK, under the category Renewable Energy Technology of the Year.
- **October 2019** - The Economist published an article called "Could the future of Marine Energy be Onshore?" focusing on Eco Wave Power's technology. In line with EWP's work, they argue for the need for onshore marine energy projects in lower risk environments. In addition, Eco Wave Power appeared in FORBES France Magazine as one of the Israeli promising start-ups, for the mitigation of climate change.

Group consolidated financials

Comments to the financials in Q3 2019

Numbers in parentheses refers to outcomes during the corresponding period of the previous year.

Income statement and employees

Revenues amounted to SEK 0.5 million (0) and refers to grants.

Costs associated with the share issue and the IPO, amounted to SEK 9.8 million. Of these, 5.4 million related to the share issue and were recognized in the shareholders' equity, not affecting the profit and loss statement.

Excluding for the share issue and the IPO, operating costs together with general and administrative costs jointly amounted to SEK 4.0 million (2.1). The increase is largely explained by costs for the new Swedish parent company and the Jaffa Port project expansion.

Number of employees in the period was on average 14 (14).

Balance sheet

Of the proceeds from the new issue, SEK 116.7 million was reported at the balance sheet date. An additional SEK 4.1 million was transferred from Aktieinvest (the issuing agent) to the company in November. Remaining shares worth 1.0 million, subscribed by a limited number of foreign shareholders, have not been possible to deliver for technical reasons and will therefore be nullified. This means that the total proceeds from the new issue amounts to SEK 120.8 million and not SEK 121.8 million as previously communicated. The total number of shares in Eco Wave Power increases by 6,355,594 shares from 28,839,250 shares to 35,194,844 shares and the share capital increases by SEK 127,112 from SEK 576,785 to SEK 703,897, which corresponds to a dilution effect of 18.1 percent.

Cash and cash equivalents amounted to SEK 108.4 (1.2) million. The increase is due to the share issue. Shareholders' equity increased as a result to SEK 101.2 (-7.0) million.

Cash flow and investments

Excluding for the share issue and the IPO, cash flow from operating activities decreased to SEK -5.1 (-1.8) million due to increased costs. Cash flow for the period increased to SEK 101.9 (-1.9) million due to the share issue

The share and share capital

Following the share issue, the outstanding number of shares increased from 28.8 million to 35.0 million and the share capital increased from SEK 0.6 million to 0.7 million.

The Parent Company

General and administrative costs amounted to SEK 5.4 million, relating to the share issue, the IPO and setting up and operating the new Swedish parent company. Total shareholders' equity amounted to SEK 105.0 million.

Comments to the financials in the first nine months of 2019

Revenues and other income amounted to SEK 0.8 (0) million and the net loss to SEK 13.6 million (5.8).

Risk factors

The Group is exposed to several general and company specific risks that can impact operations and the financial performance of the Group. Management works proactively to identify, monitor and mitigate identified risks. Below is a non-exhaustive list of risks, which management considers to be material. Further details can be found in the IPO prospectus, available on the company's website

- Immature market for the Company's products.
- Sales and marketing efforts
- IP rights and R&D.
- Environmental responsibility for damages.
- Permits and changes in the regulatory framework.
- The market price of the Company's share.

Consolidated key figures

	Q3 2019	Q3 2018	Q1-Q3 2019	Q1-Q3 2018	YEAR 2018
Revenues (SEK thousand)	549	0	717	0	0
Operating profit (SEK thousand)	-7,778	-2,114	-12,717	-5,885	-8,544
Net earnings (SEK thousand)	-8,249	-2,156	-13,602	-5,780	-8,167
Cash and cash equivalents (SEK thousand)	108,361	1,224	108,361	1,224	2,312
Equity ratio (%)	85%	18%	85%	-18%	-8%
Outstanding shares at period end (million)	35,0	0,1	35,0	0,1	0,1
Outstanding shares on average (million)	31,0	0,1	15,5	0,1	0,1
Net earnings per share (SEK) ¹	-0,3	-19,8	-0,9	-53,0	-74,9
Shareholders' equity per share (SEK)	3,1	-21,0	3,1	-21,0	-10,2
No. of employees on average (FTE)	14	14	14	14	14

(1) Earnings per share is the same before and after dilution as the Group has no outstanding options or warrants.

Definitions of key figures

KEY FIGURE	DEFINITION
Equity ratio (%)	Shareholders' equity in relation to total assets at the end of the period.
Earnings per share (SEK)	Net earnings in relation to the average number of outstanding shares in the period.
Shareholders' equity per share (SEK)	Shareholders' equity in relation to the number of outstanding shares at the end of the period.

Consolidated income statement

SEK, thousand	Q3 2019	Q2 2018	Q1-Q3 2019	Q1-Q3 2018	YEAR 2018
Revenues	549	0	717	0	0
Other income	50	0	50	0	0
Operating costs	-1,265	-740	-2,949	-2,158	-2,741
Gross loss	-666	-740	-2,182	-2,158	-2,741
General and administrative costs	-7,112	-1,374	-10,535	-3,728	-5,802
Operating profit	-7,778	-2,114	-12,717	-5,885	-8,544
Financial income	51	-35	51	129	384
Financial expenses	-534	-7	-936	-24	-8
Net earnings¹	-8,249	-2,156	13,602	-5,780	-8,167
Attributable to					
The company's shareholders	-8,139	-2,117	-13,430	-5,649	-7,647
Minority interest	-111	-39	-172	-131	-520

(1) Other comprehensive income corresponds to net earnings.

Consolidated balance sheet

SEK, thousand	30 SEP 2019	30 SEP 2018	31 DEC, 2018
Assets			
Current assets			
Cash and cash equivalents	108,361	1,224	2,312
Short-term deposits	400	262	257
Other receivables	4,257	1,207	1,133
Total current assets	113,018	2,693	3,702
Fixed assets			
Property, plant and equipment	10,929	9,874	9,832
Intangible assets	2,049	0	0
Total fixed assets	12,979	9,874	9,832
Total assets	125,996	12,566	13,534
<i>Liabilities and Equity</i>			
Current liabilities			
Credit from banks	0	0	0
Trade payables	81	223	97
Other payables	2,605	500	817
Total current liabilities	2,686	723	914
Non-current liabilities			
Shareholders	10,561	9,000	8,554
Related parties	5455	5,138	5,174
Total non-current liabilities	16,017	14,139	13,728
Equity			
Share capital	700	2	2
Share premium	112,913	18,906	21,517
Foreign currency translation reserve	72	44	-63
Retained earnings	-12,504	-25,911	-28,254
Equity attributable to shareholders	101,179	-6,959	-6,798
Minority interest	6,114	4,665	5,689
Total equity	107,294	-2,295	-1,109
Total liabilities and equity	125,996	12,566	13,534

Consolidated cash flow statement

SEK, thousand	Q3 2019	Q3 2018	Q1-Q3 2019	Q1-Q3 2018	FULL YEAR 2018
Operating activities					
Net earnings	-8,249	-2,156	-13,602	-5,780	-8,167
Adjustment for items not included in cash flow	5,603	0	-5,603	0	
Add-back depreciation and amortization	54	51	157	149	200
Changes in assets and liabilities					
Decrease (increase) in other receivables	-2,329	16	-3,833	-367	-227
Increase (decrease) in trade payables	-53	87	-33	-159	-279
Increase (decrease) in other payables	1,285	187	2,581	254	576
Net cash flow from operating activities	-14,895	-1,815	-20,333	-5,904	-7,898
Investing activities					
Purchase of fixed assets	-394	-323	-599	-611	-748
Investment in bank deposits	2	0	-94	0	9
Net cash flow from investing activities	-392	-323	-693	-611	-739
Financing activities					
Issue of shares	116,664	0	125,399	4,067	6,656
Issue of shares to non-controlling interests	0	0	0	23	668
Increase/Repayment of long-term loans and other liabilities	435	222	1,375	155	-276
Credit from banks	0	0	0	2	0
Net cash flow from financing activities	117,099	222	126,774	4,247	7,048
Exchange rate differences on balances of cash and cash equivalents	84	16	137	109	127
Cash flow for the period	101,922	-1,877	105,912	-2,139	-1,069
Cash and cash equivalents at the beginning of the period	6,354	3,085	2,312	3,253	3,253
Cash and cash equivalents at the end of the period	108,361	1,224	108,361	1,224	2,312

Consolidated statement of changes in equity

SEK, thousand	ATTRIBUTABLE TO THE OWNERS OF THE COMPANY						TOTAL
	SHARE CAPITAL	SHARE PREMIUM	FOREIGN CURRENCY TRANSLATION RESERVE	RETAINED EARNINGS (DEFICIT)	TOTAL	MINORITY INTEREST	
Balance as of 1 Jan, 2019	2	21,517	-63	-28,254	-6,798	5,689	-1,109
Net earnings	0	0	0	-13,602	-13,602	172	-13,430
Other comprehensive income	0	-5,603	0	0	-5,603	0	-5,603
Issue of share capital	123	125,277	0	0	125,399	0	125,399
Establishment of EWPG Holding AB (publ)	575	1,091	129	29,364	699	0	699
Change in foreign currency translation reserve	0	592	6	-13	1,084	46	1,130
Balance as of 30 Sep 2019	700	112,913	72	-12,504	101,179	5,907	107,087
Balance as of 1 Jan, 2018	2	14,245	-30	-19,241	-5,023	4,314	-709
Net earnings	0	0	0	-5,780	-5,780	131	-5,649
Issue of share capital	0	4,067	0	0	4,067	23	4,090
Change in Foreign currency translation reserve	0	594	73	-890	-223	196	-27
Balance as of Sep 30, 2018	2	18,906	44	-25,911	-6,959	4,665	-2,295

Parent company income statement

Parent company income statement

SEK, thousand	Q3 2019	Q1 -Q3 2019
Gross profit	0	0
Operating profit	-5,402	-6,726
Net earnings	-5,351	-6,675

Parent company balance sheet

SEK, thousand	30 SEP 2019
Assets	
Current assets	107,013
Fixed assets	577
Total assets	107,589
<i>Liabilities and Equity</i>	
Current liabilities	
Current liabilities	2,627
Non- current liabilities	0
Equity	104,963
Total liabilities and equity	107,589

Note 1: Summary of significant accounting policies

Accounting standard

This interim report has been prepared in accordance with International Accounting Standard (IAS) 34 Interim Financial Reporting and in accordance with Swedish Annual Accounts Act. With respect to the Parent Company, this interim report has been prepared in accordance with the Swedish Annual Accounts Act and in compliance with RFR 2, Accounting for Legal Entities.

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

Company information

EWPG Holding AB (publ) (the "Company" or the "Parent Company") is a Swedish public limited liability company incorporated on 27 March 2019 and registered with the Swedish Companies Registration Office on 17 April 2019. The Company's registered office is at Strandvägen 7A, 114 56 Stockholm, Sweden.

Establishing of the Group and use of reversed acquisition accounting

The Company acquired Eco Wave Power Ltd on 10 June 2019 through an issue in kind and then became the parent company of the newly formed group. At the time of acquisition, the Company had no assets or operations. The purpose of the acquisition was to incorporate the operations according to Swedish law prior to the listing on Nasdaq First North Stockholm. The previous shareholders of Eco Wave Power Ltd became the majority shareholders of the Company, and the substance of the transaction is therefore that Eco Wave Power Ltd acquired the Company. Applying the rules in IFRS 3 regarding reverse acquisitions, the consolidated figures therefore shows the period. Comparative figures are the amounts for the legally subsidiary Eco Wave Power Ltd.

Consolidation

The "Group" or "Eco Wave Power" refers to the group of which the Company is the parent company, which also includes the Subsidiaries. The Company is the parent company to wholly-owned subsidiary Eco Wave Power Ltd., reg. no. 514593722, a private limited liability company incorporated under the laws of Israel. Eco Wave Power Ltd.

is the parent company of the wholly- and part-owned subsidiaries:

- 632805353 (Australian Company Number), a private limited liability company incorporated under the laws of Australia. 100% ownership.
- EDF EWP One Ltd., reg. no. 516065943, a private limited liability company incorporated under the laws of Israel. 50% ownership.

- Eco Wave Power Australia PTY Ltd., reg. no. 632805353 (Australian Company Number), a private limited liability company incorporated under the laws of Australia. 100% ownership.
- EDF EWP One Ltd., reg. no. 516065943, a private limited liability company incorporated under the laws of Israel. 50% ownership.
- Eco Wave Power Gibraltar Limited, reg. no. 113264, a private limited liability company incorporated under the laws of Gibraltar. 100% ownership.
- Eco Wave Power Mexico, reg. no. 507055 a private limited liability company incorporated under the laws of Mexico. 100% ownership. This subsidiary in turn owns 99.99% of Eco Wave Manzanillo I, reg. no. 562840 a private limited liability company incorporated under the laws of Mexico.
- Suzhou Eco Wave Power Technology Co., Ltd., reg. no. 913205810942967451, a private limited liability company incorporated under the laws of the PRC. 90% ownership.

The remaining part of Suzhou Eco Wave Power Technology Co. Ltd. is owned by Changhsu Shirat Enterprises Management Co., Ltd. and the remaining parts of both Eco Wave Power Mexico and Eco Wave Power Manzanillo 1 are owned by Mr. Ernesto Delarrue Rodríguez. The reason that the Company does not own 100 percent of Suzhou Eco Wave Power Technology Co. Ltd., Eco Wave Power Mexico Ltd. and Eco Wave Power Manzanillo 1 is that Eco Wave Power Ltd. founded the companies through joint ventures in order to operate the businesses in a more effective way with local stakeholders. The remaining part of EWP EDF One Ltd is owned by EDF Renewables in Israel. The purpose is to collaborate, on an exclusive basis, in the development, financing, engineering, procurement, construction and operation of a 100KW pilot project in the Jaffa Port, using the Eco Wave Power's technology, to assess further possible collaborations in the wave energy field.

Reporting entity

The interim report comprises summary financial statements for the Parent Company and the Group.

Basis of accounting

This interim report for the group has been prepared in accordance with IAS 34 Interim Financial Reporting and applicable sections of the Annual Accounts Act. This report does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's IPO prospectus, available on the Company's website.

The interim report for the Parent Company has been prepared in accordance with the Swedish Annual Accounts Act, which complies with the stipulations of RFR 2. The same accounting principles and calculation methods have been used in this report as in the IPO prospectus.

Functional and presentation currency

The reporting currency is SEK.

IFRS 16

IFRS 16 is an accounting standard that provides guidance on accounting for leases and is in effect since 1 January 2019. EWP does not hold any leases affected by this new accounting standard.

Note 2: Options and warrants

There are no outstanding options or warrants. The Group is currently preparing for an option program to key employees.

Note 3: Related party disclosure

Eco Wave Power Ltd. has entered two loan agreements with the shareholder and member of the board David Leb which, as of 30 September 2019, amounts to a total of USD 1.0 million (equivalent to ca. SEK 10 million). The first loan agreement amounts to a total of USD 0.2 million (equivalent to ca. SEK 2 million). The loan shall be repaid through monthly instalments from January 2019 and carries an interest rate of four percent per annum compounded annually. The second loan agreement amounts to USD 0.8 million (equivalent ca. SEK 8 million). The credit period is 36 months. In the event repayment is not made within the credit period, the loan agreement carries an interest rate of four percent per annum.

Note 4: Contingent liabilities

The Group has no contingent liabilities that it is aware of.

Note 5: Forward looking statements

In this report, forward-looking statements are based on management's expectations at the time of the report. Although management considers the expectations to be reasonable, there is no guarantee that these expectations are or will prove to be correct. Accordingly, future outcomes may differ significantly from those expressed in the forward-looking statements due to such factors as changed market conditions for the Group's services and more general changes in respect of economic, market and competitive conditions, changes in regulatory requirements and other policy measures and fluctuations in exchange rates. The Group does not undertake to update or correct such forward-looking statements, other than what is stipulated in law.

Other information

The share

The share is listed on Nasdaq First North Stockholm as of 18 July 2019 (short name is EWP and ISIN code is SE0012569663).

Total number of outstanding shares amounts to 35.0 million as at 30 September 2019.

Certified advisor

FNCA Sweden AB is the Company's Certified Adviser (+46 (0)8 528 00 399, info@fnca.se).

Financial calendar

2020-02-28: Year-end report 2019.

For more information, please contact:

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Largest shareholders as per 30 September 2019

As per 30 September 2019, the Company's shares are owned by 4,700 shareholders. In the table below the Company's largest shareholders are listed.

Shareholder	Shares/Votes	Percent
David Leb	11,789,800	34%
Inna Braverman	11,750,000	34%
Pirveli Investments Ltd.	1,951,000	6%
Skandia Sverige Hållbar	526,315	2%
Fjärde AP-fonden	525,000	2%
Others	8,455,879	24%
Total	34,997,194	100%

Affirmation of the Board of Directors

The Board of Directors and the CEO hereby assure that this Interim report for the first nine months of 2019, including the third quarter of 2019, provides a true and fair overview of the performance of the Parent Company's and the Group's operations, financial position and earnings, and that it describes the significant risks and factors of uncertainty to which the Parent Company and the companies included in the Group are exposed.

The English version of this report takes precedence over the Swedish version, should any differences be found.

Stockholm, 29 November 2019

MATS ANDERSSON
CHAIRMAN OF THE BOARD

ELIAS JACOBSON
BOARD MEMBER

DAVID LEB
BOARD MEMBER

INNA BRAVERMAN
CEO AND BOARD MEMBER



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