

## KOPY GOLDFIELDS - Interim report at September 30, 2012

### Highlights during third quarter 2012

In August 2012, positive results from the drilling program on the Krasny license were released and doubled the confirmed mineralization strike length to 510 meters.

- 23.6 meters @ 5.28 g/t, 43 m @ 2.82 g/t, 10 m @ 3.7 g/t, 31.2 m @ 2.81 g/t.
- The mineralisation is open along strike and to depth.
- The results are in line with exploration model derived from previous drilling campaign.

Based on the encouraging results released in August, a follow up drilling program was performed during the third quarter and finalized on September 24, 2012. Intermediate results are positive and confirm that the structure extends further to the west for additionally 700 meters and also comes closer to surface.

- The target is to both further estimate the strike continuation of gold mineralization and in detail test the grade of the superficial part of the fold structure.
- Totally 10,211 meters of core drilling and 1,161 meters of trenching have been performed in different stages on Krasny during 2012.
- The results are currently being analyzed and the exploration model is being updated. Intermediate results are positive and confirm that the structure extends to the west for additionally 700 meters and is also coming closer to surface.
- All results are expected to be released by the end of November.

Russian resource compliance reporting for the Kopylovskoye and Kavkaz projects has been finalized.

- The target is to develop the projects further under joint-venture agreements or to sell them.
- Discussions are being held with several potential investors.

Further cost reductions were implemented targeting to reduce administration costs both in Sweden and in Russia.

- Operating expenses excluding depreciation and write-downs amounted to MSEK 6.8 (6.9) for the third quarter and MSEK 20.3 (27.2) for the nine months.

### Financial information third quarter 2012

- The Company does not yet report any revenue
- Net income MSEK -3.4 (2.3)
- Earnings per share before and after dilution SEK -0.21 (0.34)
- Cash flow from operating activities of MSEK -2.5 (-0.2)
- Cash and cash equivalents amounted to MSEK 6.8 (20.0) at period end

MSEK	July – September		January – September		Jan-Dec
	2012	2011	2012	2011	2011
Evaluation work and licenses	12.0	8.0	26.8	23.8	36.5
Cash & cash equivalents at end of period	6.8	20.0	6.8	20.0	20.4
Profit/loss after financial items	-2.9	2.7	-9.6	-84.1	-94.2
Net income for the period	-3.4	2.3	-11.4	-80.4	-91.5
Earnings per share before and after dilution, SEK	-0.21	0.34	-0.92	-11.79	-12.38

## Significant events after the reporting period

On November 5, 2012, an Extra General Meeting was held and resolved to authorize the Board to decide on issuance of 15,000,000 new shares with preferential rights for existing shareholders until next AGM. The EGM also resolved on implementing an incentive program for management and key employees through an issue of maximum 688,449 warrants.

On November 7, 2012, the Board decided, with authorization from the EGM, to issue maximum 3,264,517 units with preferential rights for existing shareholders. Each unit has a subscription price of SEK 7.60 and consists of two new shares in the Company and one warrant. The warrant has duration of one year and is provided for free and entitles the holder to subscribe for one new share in the company at a subscription price of SEK 4.00. The prospectus will be released on November 16, 2012 and the subscription period is November 19 – December 4, 2012. The proceeds from the rights issue, if fully subscribed, may provide the Company with approximately MSEK 24.8 before transaction costs. Assuming full exercise of the warrants, the Company may be added an additionally MSEK 13.0.

---

## Comments from CEO

### Dear shareholders,

In the third quarter of 2012 Kopy Goldfields concentrated the exploration activities on our Krasny project. During June – September 2012 we completed 7,799 meters of diamond core holes and 1,161 meters of trenches in two steps.

Under the first step we drilled five diamond holes for 1,915 meters with the target to test the continuation of gold mineralization along the strike to the east and the range of gold grade along the dip. Both targets were positively reached. The results were released on August 14 and with the new drilled profiles we confirmed continuation of mineralization for at least 510 meters along strike.

### The Krasny project continues to show interesting results

The next step was to drill 23 diamond holes for totally 5,884 meters, targeting both to further estimate the strike continuation of gold mineralization and in detail test the grade of the superficial part of the fold structure. This drilling program was completed on September 24. In addition to drilling we also completed 8 trenches for total 1,161 meters to model the surface part of mineralization. We now proceed with finalizing gold assay tests and revising of the geological model which will then be used for resource forecasting. Based on the results received so far we confirm that the structure extends to the west for extra 700 meters and also coming closer to surface on the west side. We expect that we will then proceed with follow up drilling both in-fill and along the strike.

### Progress in other projects and successful cost cutting

In addition to Krasny exploration we finalized Russian resource compliance reporting for Kopylovskoye and Kavkaz projects. Our intention is to develop both projects further under joint-venture agreements or sell them. We are currently in discussion with several potential investors on that.

On the corporate level we proceed with optimization and cost cutting of our operations. During the first nine months this year, we managed to reduce our operating expenses before depreciation by 25 % compared to the same period last year.

We now plan for the exploration season 2013. Following the EGM, the Board decided to issue new shares and warrants. With the new financing we believe that we will be able to extend resource potential of Krasny project and acquire and explore new projects within Lena Goldfields.

On behalf of the company, I thank all the shareholders for the trust and support of the company development.

With kind regards,

Mikhail Damrin

## Kopy Goldfields creates value through prospecting and exploration in Lena Goldfields



### History of Kopy Goldfields

Kopy Goldfields AB (publ) (ticker: KOPY) is a public junior Swedish gold exploration company, listed on Nasdaq OMX First North, Stockholm. The Company was established in 2007 after having acquired a gold deposit, with the name Kopylovskoye. During the last five years the company has acquired eight additional licenses (whereof two announced in March 2012) and developed a portfolio of 20 exploration targets hence the company decided to change name from Kopylovskoye AB to Kopy Goldfields AB (publ). Kopy Goldfields AB is the holding company for seven Russian subsidiaries: LLC Kavkaz Gold, LLC Kopylovskoye, LLC Krasny, LLC Prodolny, LLC Vostochny, LLC Patom Gold and LLC Kopylovskoye Management and the Swedish subsidiary Kopy Development AB.

### Business concept and targets

Kopy Goldfields vision is to become a world-class exploration and production company. The company's business concept is to identify and develop bedrock gold projects located within the established area of alluvial gold mining in Lena Goldfields in Bodaibo area of Irkutsk Region in Russia from exploration into production. The long-term target is to discover 5 Moz of mineral resources and annually produce 0.2 Moz of gold within existing and new license areas.

### Operating in one of the world's most gold rich areas

During 2012, Kopy Goldfields focused exploration activities on the Krasny project, where we drilled, logged and assayed 10,211 meters. Further, 1,161 of trenching were completed to model the surface part of mineralization.

In addition to that we finalized Russian compliant resource appraisal reports covering the Kopylovskoye and Kavkaz properties, which was crucial for further development of both projects towards production under joint venture arrangements.

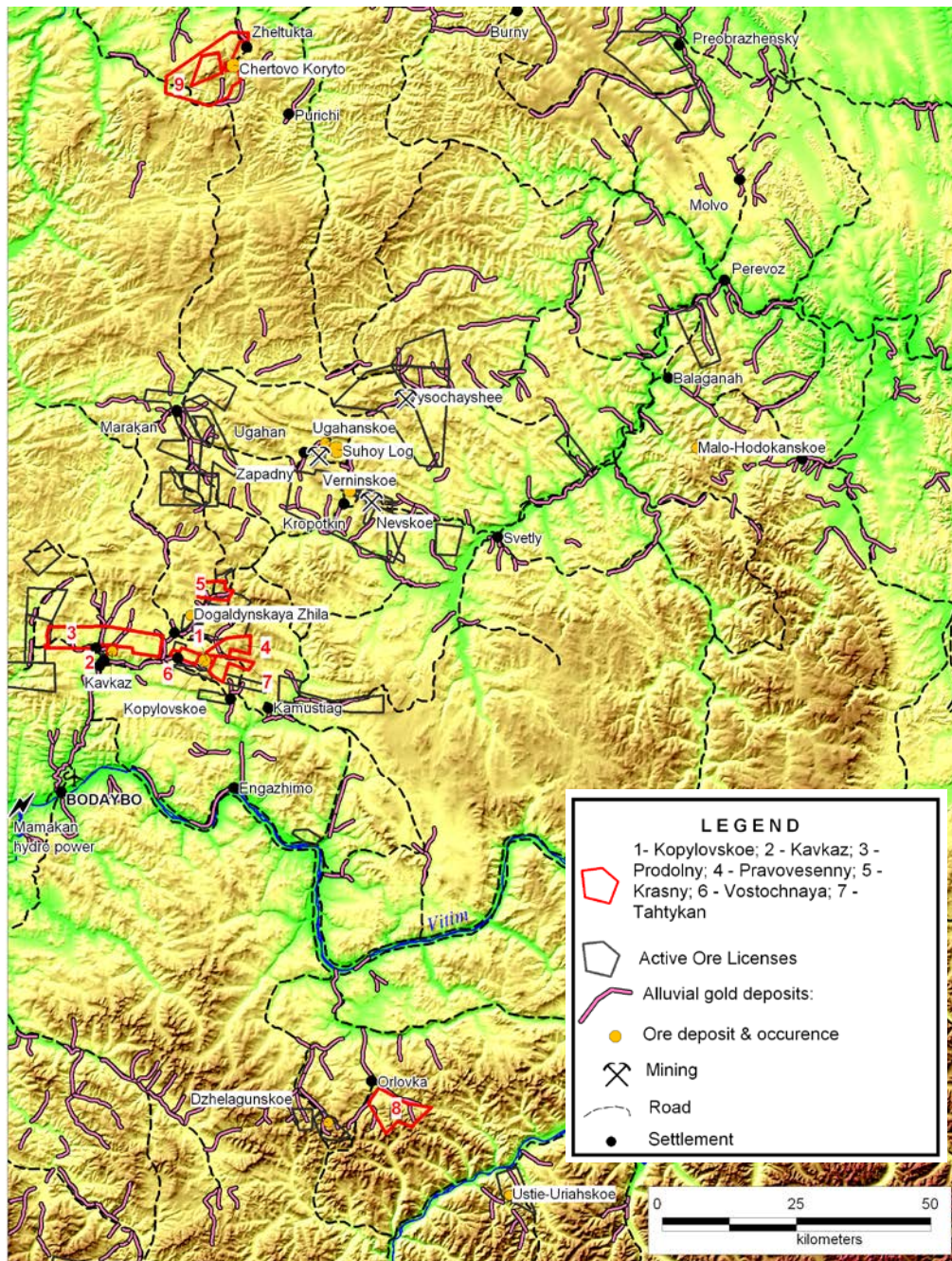
We proceeded with summarizing and reinterpreting the historic exploration data covering Bodaibo syncline area in order to develop a unified model of the area and better target our exploration efforts within Prodolny, Vostochnaya, Takhtykan and Pravovesenny areas. Following acquisition of Purpolskaya and Verkhnya Orlovka properties in February 2012, we initiated compliance paperwork to authorise exploration activities within these licenses and also started to collect, digitalise and re-interpret the historic exploration data covering both properties in order to develop an exploration work scope.



## Kopy Goldfields has a pipeline of 20 projects within 9 licenses on 487 km<sup>2</sup>

### Well-developed infrastructure and trusted by local authorities

The licenses (apart from the two licenses acquired in 2012) are geographically concentrated within a 40 x 20 km large area, within 40 to 75 km distance to the area's main town Bodaybo. The distance from the deposits to the main road is between one and ten km. From Kavkaz in the west to Takhtykan in the east the distance is only 25 km, creating a good opportunity for servicing several deposits from one processing plant. The infrastructure is well developed with water supply, electricity and federal roads to the deposits. The deposits are located approximately 100 km from Sukhoy Log (60 Moz) which is the largest undeveloped gold deposit in Russia. Artemovskiy district (Lena Goldfields) is the target exploration area with 20 Moz of historic alluvial gold production. All our subsidiaries in Russia closely follow Russian environmental and safety requirements and are on good record with local authorities.



## **July – September 2012**

(Numbers in brackets refer to the same period last year)

The Company has not yet started production and does therefore not report any net revenue.

During the period the Company invested MSEK 12.0 (8.0) in exploration work. No acquisition of licenses was done during the quarter. Of the exploration work MSEK 3.2 (4.7) consisted of work performed by the company for its own use and capitalised.

Operating expenses amounted to MSEK 6.9 (2.6) of which MSEK 3.5 (5.8) were personnel costs. Operating expenses for the corresponding period 2011 include a reversal of write-down of intangible assets of MSEK 4.3. This reversal was incorrectly done and was adjusted by the same amount in Q4 2011.

Net tax expenses amounted to MSEK 0.5 (0.4), mainly explained by change in deferred tax liability. The company does not record any deferred tax assets related to tax loss carry forwards.

Net profit for the period amounted to MSEK -3.4 (2.3) which equals SEK -0.21 per share (0.34).

During the period July – September the Russian rouble depreciated against the Swedish krona by approximately 0.6 %, compared to 5.7 % during the corresponding period last year. Since a large portion of the Groups assets are denominated in roubles, the Company reports exchange differences of MSEK -1.0 (-10.2) in the consolidated statement of comprehensive income for the quarter.

Following the rights issue in the second quarter, the Board decided to repay one shareholder loan. The loan was repaid in July to a total amount of MSEK 2.9 including interest.

Cash and cash equivalents amounted to MSEK 6.8 (20.0) at the end of the period.

## **January – September 2012**

During the first nine months the Company invested MSEK 26.8 (23.8) in exploration work and acquisitions of licenses, whereof MSEK 26.7(23.4) was exploration work and MSEK 0.1 (0.4) was acquisition of two new licences. The new licenses were acquired on a public auction. Of the exploration work MSEK 9.5 (12.4) consisted of work performed by the company for its own use and capitalised. The exploration licenses and evaluation work amounts to MSEK 128.1 in the balance sheet (96.2).

Operating expenses decreased due to a cost cutting program and amounted to MSEK 20.4 (97.7) of which MSEK 13.0 (15.6) were personnel costs. Operating expenses for 2011 includes a write-down of intangible assets of MSEK 70.4.

Net tax expenses amounted to MSEK 1.8 (net tax revenue 3.7), mainly explained by change in deferred tax liability. The company does not record any deferred tax assets related to tax loss carry forwards.

Net profit for the period amounted to MSEK -11.4 (-80.4) which equals SEK -0.92 per share (-11.79).

During the period January – September the Russian rouble decreased against the Swedish krona by approximately 2.1 %, compared to 4.3 % during the corresponding period last year. Since a large portion of the Groups assets are denominated in roubles, the Company reports exchange differences of MSEK -3.8 (-8.5) in the consolidated statement of comprehensive income for the period.

Equity amounted to MSEK 132.4 (114.5) at the end of the period which equals SEK 8.11 per share (13.46).

Equity asset ratio was 88.0 % (84.5 %) at the end of the period.

The average number of employees during the period was 65 (98). 34 (38) persons were permanent employees and 31 (60) persons were temporary employees involved in seasonal exploration work. Number of employees at period end was 65 (91).

## Going concern

Gold exploration is a capital intensive activity and as noted above the Company does not yet have any revenue. As described in the 2011 annual report and the prospectus published in May 2012, the Company will require additional financing to continue the operations for the next 12-month period. The Board believes that financing primarily should be done via new share issues possibly supplemented by bridge financing. On November 7, 2012, with authorization from the EGM, the Board decided on a rights issue with preferential rights for existing shareholders. The proceeds from the rights issue, if fully subscribed, may provide the Company with approximately MSEK 24.8 before transaction costs. Given the estimated values of the Company's licenses and probable additionally raised capital the Board's assessment is that the Company can continue on a going concern.

## Significant events after the reporting period

On November 5, 2012, an Extra General Meeting was held and resolved to authorize the Board to decide on issuance of 15,000,000 new shares with preferential rights for existing shareholders until next AGM. The EGM also resolved on implementing an incentive program for management and key employees through an issue of maximum 688,449 warrants.

On November 7, 2012, the Board decided, with authorization from the EGM, to issue maximum 3,264,517 units with preferential rights for existing shareholders. Each unit has a subscription price of SEK 7.60 and consists of two new shares in the Company and one warrant. The warrant has duration of one year and is provided for free and entitles the holder to subscribe for one new share in the company at a subscription price of SEK 4.00. The prospectus will be released on November 16, 2012 and the subscription period is November 19 – December 4, 2012. The proceeds from the rights issue, if fully subscribed, may provide the Company with approximately MSEK 24.8 before transaction costs. Assuming full exercise of the warrants, the Company may be added an additionally MSEK 13.0.

## The Parent Company

Total assets at period end amounted to MSEK 254.7 (255.0). Cash and cash equivalents amounted to MSEK 5.9 (19.4). Net income for the third quarter amounted to MSEK -0.6 (-2.2) and for the first nine months MSEK -3.8 (-51.8).

The Group-internal restructuring process that was initiated during Q2 continued during the period. This will have no effect on the Consolidated accounts.

## Risks and uncertainties

A detailed description of the Company's risks is included in the 2011 annual report of Kopy Goldfields. There have not been any significant changes in significant risks and uncertainties during the period. The risks include, among others, geological risks, risks related to the deposits, supplier and contractor delivery risk, impairment test risks, gold price risks, currency exchange risk and political risks,

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

Stockholm November 16, 2012  
Kopy Goldfields AB (publ)

The Board of Directors



## Upcoming financial reporting

March 28, 2013

Year End report, January – December 2012

## For more information, please contact:

Mikhail Damrin, CEO, +7 916 808 1217

Tim Carlsson, CFO, +46 70 231 87 01

## Address:

Kopy Goldfields AB (publ) (CIN 556723-6335)

Skeppargatan 27, 4th floor, 114 52 Stockholm, SWEDEN

Tel: +46 702 31 87 01

[www.kopygoldfields.com](http://www.kopygoldfields.com)

Ticker codes: KOPY (Nasdaq OMX First North)

Number of shares: 16,322,587

## Publication under Swedish law

Kopy Goldfields AB (publ) is publishing this information in accordance with the Swedish Financial Markets Act (Sw. Lag om värdepappersmarknaden) and/or the Swedish Financial Trading Act (Sw. Lag om handel med finansiella instrument). This information was released for publication on November 16, 2012 at 08.00 CET.

Kopy Goldfields is since June 3, 2011, applying the internationally accepted JORC code to verify the mineral resources and ore reserves. SRK Consulting acts as consultant and will approve the mineral resources according to the JORC Code. Kopy Goldfields AB applies International Financial Reporting Standards (IFRS), as approved by the European Union. Aqurat Fondkommission acts as Certified Adviser.

This interim report and additional information are available on [www.kopygoldfields.com](http://www.kopygoldfields.com)

---

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

---

## Condensed Consolidated Income Statement

KSEK	Jul – Sep		Jan – Sep		Jan – Dec
	2012	2011	2012	2011	2011
Net turnover	0	0	0	0	0
Other revenue	925	818	1 911	1 545	3 236
<b>Total revenue</b>	<b>925</b>	<b>818</b>	<b>1 911</b>	<b>1 545</b>	<b>3 236</b>
Work performed by the company for its own use and capitalized	3 219	4 736	9 491	12 413	15 049
Other external costs	-3 370	-1 051	-7 337	-11 604	-17 865
Personnel costs	-3 470	-5 829	-13 000	-15 631	-19 504
Depreciation and write-downs of intangible and fixed assets	-14	4 294	-46	-70 416	-74 714
<b>Total operating expenses</b>	<b>-6 854</b>	<b>-2 586</b>	<b>-20 383</b>	<b>-97 651</b>	<b>-112 083</b>
<b>Operating result</b>	<b>-2 710</b>	<b>2 968</b>	<b>-8 981</b>	<b>-83 693</b>	<b>-93 798</b>
Financial items	-175	-279	-653	-380	-401
<b>Result after financial items</b>	<b>-2 885</b>	<b>2 689</b>	<b>-9 634</b>	<b>-84 073</b>	<b>-94 199</b>
Tax	-497	-367	-1 810	3 680	2 654
<b>NET INCOME FOR THE PERIOD</b>	<b>-3 382</b>	<b>2 322</b>	<b>-11 444</b>	<b>-80 393</b>	<b>-91 545</b>
<i>Earnings per share before and after dilution*</i>	<b>-0.21</b>	<b>0.34</b>	<b>-0.92</b>	<b>-11.79</b>	<b>-12.38</b>
<i>Average number of shares before and after dilution*</i>	<b>16 322 587</b>	<b>6 905 712</b>	<b>12 441 930</b>	<b>6 816 769</b>	<b>7 393 729</b>
<i>Number of shares at the end of the period*</i>	<b>16 322 587</b>	<b>8 509 540</b>	<b>16 322 587</b>	<b>8 509 540</b>	<b>9 531 438</b>

\*Earnings per share before and after dilution and Average number of shares before and after dilution, as well as Number of shares at the end of the period has been recalculated to reflect the rights issue during Q2 2012.

## Consolidated Statement of Comprehensive Income

KSEK	Jul – Sep		Jan – Sep		Jan – Dec
	2012	2011	2012	2011	2011
Net income for the period	-3 382	2 322	-11 444	-80 393	-91 545
<i>Other comprehensive income</i>					
Exchange differences	-958	-10 212	-3 815	-8 531	-1 920
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>-4 340</b>	<b>-7 890</b>	<b>-15 259</b>	<b>-88 924</b>	<b>-93 465</b>



## Condensed Consolidated Balance Sheet

KSEK	Note	Sep 30	Dec 31	Sep 30
		2012	2011	2011
<b>ASSETS</b>				
<i>Non-current assets</i>				
<i>Intangible fixed assets</i>				
Exploration licenses and evaluation work		128 129	104 700	96 235
<i>Tangible fixed assets</i>				
Buildings and Machinery and equipment		8 305	9 015	9 061
<b>Total non-current assets</b>		<b>136 434</b>	<b>113 715</b>	<b>105 296</b>
<i>Current assets</i>				
Inventory		2 008	1 776	2 060
Receivables		5 187	5 392	8 219
Cash & cash equivalents		6 813	20 386	20 037
<b>Total current assets</b>		<b>14 008</b>	<b>27 554</b>	<b>30 316</b>
<b>TOTAL ASSETS</b>		<b>150 442</b>	<b>141 269</b>	<b>135 612</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>	5, 6	<b>132 440</b>	<b>121 926</b>	<b>114 524</b>
<b>Total non-current liabilities</b>	7	<b>3 197</b>	<b>12 096</b>	<b>11 474</b>
<b>Total current liabilities</b>	7	<b>14 805</b>	<b>7 247</b>	<b>9 614</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>150 442</b>	<b>141 269</b>	<b>135 612</b>

## Condensed Consolidated Cash Flow Statement

KSEK	Note	Jul – Sep		Jan – Sep		Jan - Dec
		2012	2011	2012	2011	2011
Cash flow from operating activities		-2 474	-214	-8 546	-21 433	-25 363
Cash flow from investing activities		-11 600	-12 949	-26 141	-31 372	-38 010
Cash flow from financing activities		-2 789	27 661	21 126	71 938	82 855
<b>Cash flow for the period</b>		<b>-16 863</b>	<b>14 498</b>	<b>-13 561</b>	<b>19 133</b>	<b>19 482</b>
Cash at the beginning of the period		23 593	5 554	20 386	916	916
Exchange differences on cash		83	-15	-12	-12	-12
<b>Cash at the end of the period</b>		<b>6 813</b>	<b>20 037</b>	<b>6 813</b>	<b>20 037</b>	<b>20 386</b>

## Condensed Consolidated Statement of Changes in Equity

KSEK	Note	Jan – Sep	Jan – Dec	Jan – Sep
		2012	2011	2011
<b>Equity at the beginning of the period</b>		<b>121 926</b>	<b>186 469</b>	<b>186 469</b>
Share issue	5	26 583	29 006	-
Not yet registered share issue	5	-	-64 797	-47 797
Registration share issue	5	-	64 797	64 797
Issue costs		-813	-522	-21
Warrants	6	3	438	-
Net income for the period		-11 444	-91 545	-80 393
Other comprehensive income for the period		-3 815	-1 920	-8 531
<b>Equity at the end of the period</b>		<b>132 440</b>	<b>121 926</b>	<b>114 524</b>

## Parent Company Condensed Income Statement

KSEK	Jul – Sep		Jan – Sep		Jan-Dec
	2012	2011	2012	2011	2011
Revenue	136	561	704	2 523	3 183
Operating expenses	-933	-3 015	-4 916	-9 984	-12 650
<b>Operating result</b>	<b>-797</b>	<b>-2 454</b>	<b>-4 212</b>	<b>-7 461</b>	<b>-9 467</b>
Financial items	162	295	401	-44 344	-70 987
<b>Result after financial items</b>	<b>-635</b>	<b>-2 159</b>	<b>-3 811</b>	<b>-51 805</b>	<b>-80 454</b>
Tax	0	0	0	0	0
<b>NET INCOME FOR THE PERIOD</b>	<b>-635</b>	<b>-2 159</b>	<b>-3 811</b>	<b>-51 805</b>	<b>-80 454</b>

## Parent Company Condensed Balance Sheet

KSEK	Note	Sep 30	Dec 31	Sep 30
		2012	2011	2011
<b>ASSETS</b>				
<i>Non-current assets</i>				
<b>Total tangible fixed assets</b>		<b>248</b>	<b>-</b>	<b>-</b>
<b>Total financial fixed assets</b>		<b>241 475</b>	<b>213 015</b>	<b>229 614</b>
<i>Current assets</i>				
Receivables		7 042	6 607	6 006
Cash & cash equivalents		5 901	19 626	19 422
<b>Total current assets</b>		<b>12 943</b>	<b>26 233</b>	<b>25 428</b>
<b>TOTAL ASSETS</b>		<b>254 666</b>	<b>239 248</b>	<b>255 042</b>
<b>EQUITY AND LIABILITIES</b>				
Equity	5, 6	247 239	226 896	242 884
<b>Total non-current liabilities</b>	7	<b>-</b>	<b>10 230</b>	<b>10 524</b>
<b>Total current liabilities</b>	7	<b>7 427</b>	<b>2 122</b>	<b>1 634</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>254 666</b>	<b>239 248</b>	<b>255 042</b>

## Notes

### **Note 1 Information about the Company**

Kopy Goldfields AB (publ), corporate identity number 556723-6335, with registered office in Stockholm, Sweden, is a public company listed on Nasdaq OMX First North, Stockholm under the ticker code "KOPY". The Company's and its subsidiaries' operations are described in the "Kopy Goldfields creates value through prospecting and exploration in Lena Goldfields" section in this report.

### **Note 2 Accounting principles**

The interim report for the period ended September 30, 2012 has been prepared in accordance with IAS 34 and the Swedish Annual Reports Act (Sw. *Årsredovisningslagen*). The interim consolidated financial statements have been prepared, consistently with the 2011 consolidated financial statements, in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and by the Swedish Annual Reports Act. The parent company's financial statements have been prepared in accordance with the Swedish Annual Reports Act and the recommendations "RFR 2 on Financial Reporting for Legal Entities" issued by the Swedish Financial Reporting Board (Sw. *Rådet för finansiell rapportering*).

The same accounting principles have been applied during the period as were applied during the financial year 2011 and in the way they were described in the 2011 annual report.

The interim report does not contain the entirety of the information that appears in the annual report and, accordingly, the interim report should be read in conjunction with the 2011 annual report.

### **Note 3 Segment reporting**

The Company applies IFRS 8 for segment reporting. All of the exploration activity within Kopy Goldfields is exposed to similar risks and possibilities and is performed within Russia. The Company's operations constitute one segment and segment information is therefore not disclosed.

### **Note 4 Related party transactions**

There have been no significant changes in the relationships or transactions with related parties for the Group or Parent Company compared with the information given in the 2011 annual report.

### **Note 5 Registration of share issue**

The rights issue completed in June 2012 was registered with the Swedish Companies Registration Office in July and the December 2010 rights issue was registered in the beginning of 2011.

### **Note 6 Warrants**

The Extra General Meeting on July 27, 2011 approved a long-term incentive program 2011/2013 for key personnel within the company through issuance of warrants. The warrants were issued to the subsidiary Kopy Development from which the participants bought the warrants to market value. The exercise date is October 15, 2013 and strike price is SEK 7.10. Each warrant entitles the subscriber to subscribe for one share in the Company.

The Extra General Meeting on November 5, 2012 approved a long-term incentive program 2012/2014 for management and key employees through an issue of maximum 688,449 warrants, which will be described in more details in the yearend report.

### **Note 7 Liabilities**

MSEK 5.6 has been reclassified during the third quarter from non-current liabilities to current liabilities since they are due for payment in July 2013.

### **Note 8 Contingent liabilities**

The Company has no contingent liabilities on the balance day.