



INTERIM REPORT

OCTOBER - DECEMBER 2022

THE QUARTER IN SHORT

HIGHLIGHTS OF FOURTH QUARTER 2022

- Finished the quarter with a cash balance of SEK 13.0 million on 31 December 2022, down SEK 6.7 million from a prior balance of SEK 19.7 million at the end of the previous quarter, after incurring administrative and exploration costs related to the Company's 2022 exploration program, which included a 4,936 metre ("m") drill program (30 drill holes) that concluded at the end of September 2022.
- Completed logging, sampling, cutting, and shipping of remaining core samples to the assay lab.
- Reported through press release gold assays from ten (10) drill holes, after reporting gold assays for the first three (3) drill holes during the third quarter.
- The Board of Directors does not intend to propose any dividend to the upcoming Annual General Meeting.



Northgold CEO Mitch Vanderydt and board member Henrik Löfberg, in attendance at the most recent Haapajärvi community meeting at the town hall, hosted by Northgold to provide an update on its Kopsa gold and copper project to local community members.

FINANCIAL INDICATORS AND SHARE DATA (GROUP, CONSOLIDATED)

	2022 Oct-Dec	2021 Oct-Dec (1)	2022 Jan-Dec	2021 Jan-Dec (1)
Average equity for the period (KSEK)	36,010	1,344	21,983	5,359
Average total capital for the period (KSEK)	40,925	1,358	25,551	6,716
Return on equity (%)	-14.5	-117	-56.5	-72.7
Return on total capital (%)	-15.2	-110	-50.5	-58.0
Equity/assets ratio (%)	88.3	79.8	88.3	79.8
Earnings per share (SEK) (before dilution)	-0.5	-0.8	-1.2	-0.6
Earnings per share (SEK) (after dilution)	-0.5	-0.8	-1.1	-0.6
Equity per share (SEK)	3.2	1.5	3.2	1.5
Quick ratio (%)	665	350	665	350
Total number of shares (before dilution)	10,520,674	2,975,007	10,520,674	7,100,020
Total number of shares (after dilution)	10,840,174	2,975,007	10,840,174	7,100,020
Average number of shares	10,680,424	1,750,004	10,680,424	3,812,510

(1) Fennia Gold Oy was acquired by Northgold AB during the second half of 2021.

FINANCIAL HIGHLIGHTS OF FOURTH QUARTER 2022 (GROUP, CONSOLIDATED)

- Net sales amounted to KSEK 0 (Q4 2021: KSEK 0).
- Operating profit/loss after financial items totalled KSEK -5,229 (Q4 2021: KSEK -1,575).
- Earnings per share after financial items amounted to SEK -0.5 (Q4 2021: SEK -0.8).
- Cash flow from operating activities was KSEK -5,908 (Q4 2021: KSEK -553).

FINANCIAL HIGHLIGHTS OF THE FULL YEAR 2022 (GROUP, CONSOLIDATED)

- Net sales amounted to KSEK 0 (FY 2021: KSEK 0).
- Operating profit/loss after financial items totalled KSEK -12,907 (FY 2021: KSEK -3,897).
- Earnings per share after financial items amounted to SEK -1.2 (FY 2021: SEK -0.6).
- Cash flow from operating activities was KSEK -11,287 (FY 2021: KSEK -3,657).

SIGNIFICANT EVENTS IN THE FOURTH QUARTER

- Northgold announces additional resource expansion drill results from its flagship Kopsa gold-copper project, including high-grade intervals at depth (10 November 2022).
- Additional drill results from Kopsa extend the previously reported down-dip expansion eastward and include high-grade intercept 12.51 g/t gold over 1.8m at depth (24 November 2022).
- Kopsa down-dip expansion with high-grade at depth also extends westward (21 December 2022).

SIGNIFICANT EVENTS AFTER THE PERIOD

- Additional drill results extend the Kopsa deposit along strike to the west (16 January 2023).
- Northgold submits auxiliary mine area permit application for the Kopsa gold and copper project (26 January 2023).
- Northgold acquires Northern Aspect Resources OY and carries out a directed issue of shares in connection with the acquisition (8 February 2023).
- Northgold resolves on a directed share issue of MSEK 10.4 to fund continued exploration and development activities (8 February 2023).
- Northgold announces remaining gold assays from 2022 drilling at Kopsa, including more broad-width low-grade and narrower high-grade intercepts (7 March 2023).



Northgold's new core shack in Nivala, Finland, which was obtained in the recent acquisition of Northern Aspect Resources Oy.

MESSAGE FROM THE CEO

During the fourth quarter of 2022 following the Company's listing earlier in the year on 24 March, Northgold continued executing its business objective of conducting early and advanced stage exploration on its gold projects in central Finland, with a goal of growing mineral resources and making new discoveries. During the quarter, the company safely completed logging, sampling, cutting and shipping of remaining core samples to the assay laboratory, following the 4,936m drill program completed across 30 drill holes that concluded at the end of September, which will be incorporated to an updated resource estimate set to be released by around mid-year this year.

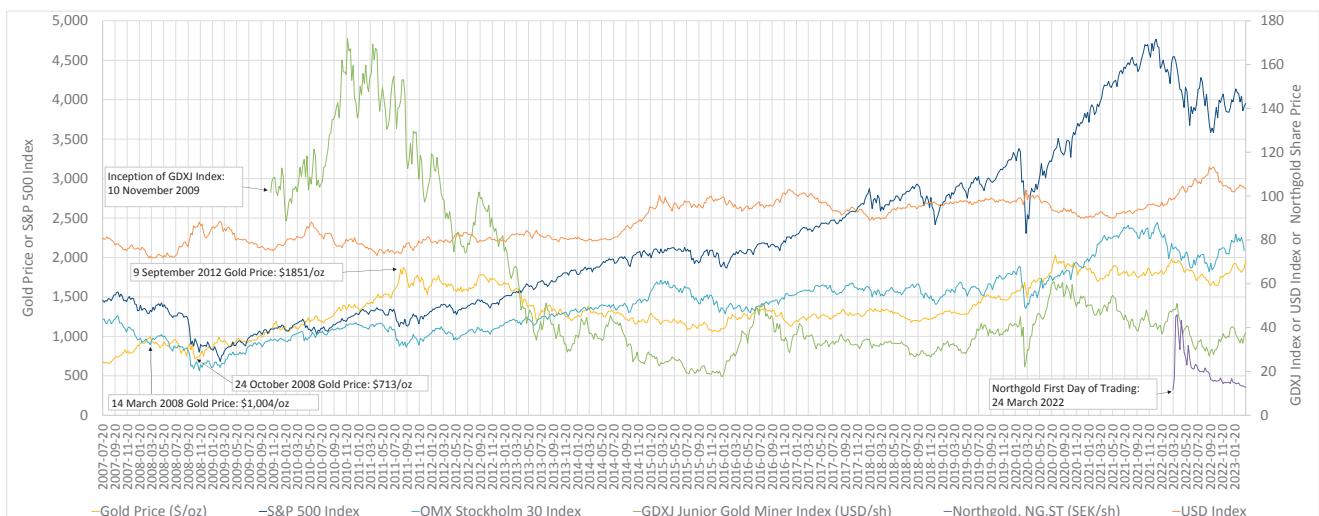
Market conditions for gold companies strengthened during Q4, as United States ("US") inflation persisted but cooled to 6.5% year-over-year in December 2022, from 8.2% in September 2022, which signalled to investors lower interest rates in the future, and helped the gold price rise 10% during the quarter to \$1,820 per ounce ("oz."), as shown in the chart below. Along with this, the GDXJ VanEck Junior Gold Miner index (which is made up predominantly of gold producers and developers with only some explorers) rose

20% to \$35.65 per share, and Northgold's share price fell 10% to SEK 14.50 per share, which like many other smaller-cap gold explorers, appears to have not yet reacted to the higher gold price. But we expect the environment for smaller cap gold explorers to improve, should the higher gold price sustain itself or continue to rise on the back of persisting geopolitical tensions, inflation, bank woes, and risk of recession. Meanwhile, Northgold continues to release assay results from our 2022 drill program, aiming for an interim resource update by mid-2023, with up to another 3,000m of drilling set to commence during the second quarter of 2023.

Sincerely,



Mitchell J. Vanderydt,
P.Eng, MBA
 CEO, Northgold AB



Source: World Gold Council, Yahoo Finance

COMMENTS ON THE FOURTH QUARTER, 1 OCTOBER – 31 DECEMBER 2022 (GROUP, CONSOLIDATED)

EARNINGS AND SALES

The company's net sales for the fourth quarter totalled KSEK 0 (Q4 2021: KSEK 0), and earnings after financial items totalled KSEK -5,229 (Q4 2021: KSEK -1,575). Operating costs amounted to KSEK -5,472 (Q4 2021: KSEK -1,538). EBITDA for the fourth quarter was KSEK -5,472 (Q4 2021: KSEK -1,492). Financial items for the quarter amounted to KSEK 243 (Q4 2021: KSEK -83).

INVESTMENTS

Investments in property, plant, and equipment in the fourth quarter totalled KSEK 0 (Q4 2021: KSEK 54). Investments in intangible assets amounted to KSEK 662 (Q4 2021: KSEK 12,007). Investments in non-current financial assets amounted to KSEK 8 (Q4 2021: KSEK 0).

FINANCIAL POSITION

Cash and cash equivalents amounted to KSEK 12,997 (Q4 2021: KSEK 1,066) on 31 December. Equity was KSEK 33,290 (31 December 2021: KSEK 10,675).

CASH FLOW AND FINANCING

Cash flow from operating activities in the fourth quarter was KSEK -5,908 (Q4 2021: KSEK -553). Cash flow from investing activities was KSEK -670 (Q4 2021: KSEK -9,842), while cash flow from financing activities was KSEK 0 (Q4 2021: KSEK 9,597).

COMMENTS ON THE FULL-YEAR 2022 (GROUP, CONSOLIDATED)

EARNINGS AND SALES

The company's net sales for the full year totalled KSEK 0 (FY 2021: KSEK 0), and earnings after financial items totalled KSEK -12,427 (FY 2021: KSEK -3,898). Operating costs amounted to KSEK -12,907 (FY 2021: KSEK -3,943). EBITDA for the full year was KSEK -12,907 (FY 2021: KSEK -3,897). Financial items for the full year amounted to KSEK 480 (FY 2021: KSEK -1).

INVESTMENTS

Investments in property, plant, and equipment in the full year totalled KSEK 0 (FY 2021: KSEK 54). Investments

in intangible assets amounted to KSEK 11,625 (FY 2021: KSEK 12,007). Investments in non-current financial assets amounted to KSEK 200 (FY: KSEK 0).

FINANCIAL POSITION

Cash and cash equivalents amounted to KSEK 12,997 (FY 2021: KSEK 1,066) on 31 December. Equity was KSEK 33,290 (31 December 2021: KSEK 10,675).

CASH FLOW AND FINANCING

Cash flow from operating activities in the full year was KSEK -11,287 (FY 2021: KSEK -3,657). Cash flow from investing activities was KSEK -11,825 (FY 2021: KSEK -9,842), while cash flow from financing activities was KSEK 35,063 (FY 2021: KSEK 14,519).

COMMENTS ON THE FOURTH QUARTER, 1 OCTOBER – 31 DECEMBER 2022 (PARENT COMPANY)

EARNINGS AND SALES

The company's net sales for the fourth quarter totalled KSEK 0 (Q4 2021: KSEK 0), and earnings after financial items totalled KSEK -5,389 (Q4 2021: KSEK -1,656). Operating costs amounted to KSEK -1,907 (Q4 2021: KSEK -655). EBITDA for the fourth quarter was KSEK -1,748 (Q4 2021: KSEK -610). Financial items for the quarter amounted to KSEK -3,641 (Q4 2021: KSEK -1,046).

INVESTMENTS

Investments in property, plant, and equipment in the fourth quarter totalled KSEK 0 (Q4 2021: KSEK 0). Investments in intangible assets amounted to KSEK 0 (Q4 2021: KSEK 0). Investments in non-current financial assets amounted to KSEK 3,095 (Q4 2021: KSEK 11,405).

FINANCIAL POSITION

Cash and cash equivalents amounted to KSEK 10,695 (Q4 2021: KSEK 526) on 31 December. Equity was KSEK 33,675 (31 December 2021: KSEK 10,816).

CASH FLOW AND FINANCING

Cash flow from operating activities for the fourth quarter was KSEK -5,014 (Q4 2021: KSEK 555). Cash flow from investing activities was KSEK -3,095 (Q4 2021: KSEK -11,405), while cash flow from financing activities was KSEK 0 (Q4 2021: KSEK 9,622).

COMMENTS ON THE FULL-YEAR 2022 (PARENT COMPANY)

EARNINGS AND SALES

The company's net sales for the full year totalled KSEK 0 (FY 2021: KSEK 0), and earnings after financial items totalled KSEK -12,267 (FY 2021: KSEK -3,753). Operating costs amounted to KSEK -7,662 (FY 2021: KSEK -2,830). EBITDA for the full year was KSEK -6,536 (FY 2021: KSEK -2,785). Financial items for the full year amounted to KSEK -5,731 (FY 2021: KSEK -968).

INVESTMENTS

Investments in property, plant, and equipment in the full year totalled KSEK 0 (FY 2021: KSEK 0). Investments in intangible assets amounted to KSEK 0 (FY 2021: KSEK 0). Investments in non-current financial assets amounted to KSEK 13,666 (FY 2021: KSEK 11,405).

FINANCIAL POSITION

Cash and cash equivalents amounted to KSEK 10,695 (FY 2021: KSEK 526) on 31 December. Equity was KSEK 33,675 (31 December 2021: KSEK 10,806).

CASH FLOW AND FINANCING

Cash flow from operating activities for the full year was KSEK -11,291 (FY 2021: KSEK -2,638). Cash flow from investing activities was KSEK -13,666 (FY 2021: KSEK -11,405), while cash flow from financing activities was KSEK 35,126 (FY 2021: KSEK 14,544).

THE SHARE

The share capital of Northgold AB (publ) on 31 December 2022 amounted to SEK 740,890.46. The total number of shares outstanding was 10,520,674. The company was listed on Nasdaq First North on 24 March 2022. The share's ticker symbol is NG and its ISIN is SE0017131071.

RELATED-PARTY TRANSACTIONS

The full year 2022, earnings were charged with fees of KSEK 277 paid to Board member Roberto García Martínez's company Nazgero Consulting Service LTD for work carried out.

Finally, earnings were impacted during for the full year 2022 by fees of KSEK 66 paid to Board member Timo Mäki's company SLP Group OY for work carried out.

LIST OF SHAREHOLDERS AT DECEMBER 31 2022

Shareholder	Number of Shares	Percentage (%)
Magnus Minerals Oy	2,904,080	27.62 %
Richard Gazal	1,177,524	11.19 %
Andrew Randall	817,117	7.77 %
Kimberly Wrixon	640,000	6.08 %
Aurora Exploration Oy	603,400	5.74 %
Other shareholders	4,378,553	41.62 %

FINANCIALS

INCOME STATEMENT (GROUP, CONSOLIDATED)

KSEK	2022 Oct-Dec	2021 Oct-Dec (1)	2022 Jan-Dec	2021 Jan-Dec (1)
Operating income				
Net sales	0	0	0	0
Other operating income	0	46	0	46
Total operating income	0	0	0	46
Operating costs				
Other external costs	-4,647	-1,071	-9,706	-2,686
Staff costs	-824	-345	-3,074	-1,135
Depreciation of tangible assets	-1	-122	-127	-122
Operating profit/loss	-5,472	-1,492	-12,907	-3,897
Net financial items	243	-83	480	-1
Profit/loss before tax	-5,229	-1,575	-12,427	-3,898
Tax on profit/loss for the year		0	0	0
PROFIT/LOSS FOR THE PERIOD	-5,229	-1,575	-12,427	-3,898

(1) Fennia Gold Oy was acquired by Northgold AB during the second half of 2021.

BALANCE SHEET (GROUP, CONSOLIDATED)

KSEK	31 Dec 2022	31 Dec 2021 (1)
ASSETS		
Intangible assets	23,504	12,007
Tangible assets	54	54
Financial assets	200	0
Other current assets	965	255
Cash and bank balances	12,997	1,066
TOTAL ASSETS	37,720	13,382
EQUITY AND LIABILITIES		
Equity	33,290	10,675
Deferred tax	2,330	2,330
Current liabilities	2,100	377
TOTAL EQUITY AND LIABILITIES	37,720	13,382

(1) Fennia Gold Oy was acquired by Northgold AB during the second half of 2021.

CHANGES IN EQUITY (GROUP, CONSOLIDATED)

KSEK	2022 Oct-Dec	2021 Oct-Dec (1)	2022 Jan-Dec	2021 Jan-Dec (1)
Equity at the beginning of the period	38,729	2,645	10,675	44
New share issue	0	10,155	39,626	15,077
Costs for new share issue	0	-558	-4,500	-558
Translation differences	-210	8	-84	10
Profit/loss for the period	-5,229	-1,575	-12,427	-3,898
Equity at the end of the period	33,290	10,675	33,290	10,675

(1) Fennia Gold Oy was acquired by Northgold AB during the second half of 2021.

STATEMENT OF CASH FLOW (GROUP, CONSOLIDATED)

KSEK	2022 Oct-Dec	2021 Oct-Dec (1)	2022 Jan-Dec	2021 Jan-Dec (1)
Operating profit/loss for the period	-5,472	-1,493	-12,907	-3,898
Amortisation and depreciation	1	122	127	122
Financial items, etc.	243	-83	480	-1
Cash flow from operating activities before change in working capital	-5,228	-1,454	-12,300	-3,777
Change in operating receivables	291	559	-710	-243
Change in operating liabilities	-971	342	1,723	363
Cash flow from operating activities	-5,908	-553	-11,287	-3,657
Cash flow from investing activities	-670	-9,842	-11,825	-9,842
Cash flow from financing activities	0	9,597	35,063	14,519
Cash flow for the period	-6,578	-798	11,951	1,020
Translation differences	-83	0	-20	-4
Cash and cash equivalents at the beginning of the period	19,658	1,864	1,066	50
Cash and cash equivalents at the end of the period	12,997	1,066	12,997	1,066

(1) Fennia Gold Oy was acquired by Northgold AB during the second half of 2021.

INCOME STATEMENT (PARENT COMPANY)

KSEK	2022 Oct-Dec	2021 Oct-Dec	2022 Jan-Dec	2021 Jan-Dec
Operating income				
Net sales	0	0	0	0
Other operating income	159	45	1,126	45
Total operating income	159	45	1,126	45
Operating costs				
Other external costs	-1,083	-310	-4,588	-1,695
Staff costs	-824	-345	-3,074	-1,135
Depreciation of tangible assets	0	0	0	0
Operating profit/loss	-1,748	-610	-6,536	-2,785
Net financial items	-3,641	-1,046	-5,731	-968
Profit/loss before tax	-5,389	-1,656	-12,267	-3,753
Tax on profit/loss for the year	0	0	0	0
PROFIT/LOSS FOR THE PERIOD	-5,389	-1,656	-12,267	-3,753

BALANCE SHEET (PARENT COMPANY)

KSEK	31 Dec 2022	31 Dec 2021
ASSETS		
Financial assets	24,103	10,437
Other current assets	173	201
Cash and bank balances	10,695	526
TOTAL ASSETS	34,971	11,164
EQUITY AND LIABILITIES		
Equity	33,675	10,816
Current liabilities	1,296	348
TOTAL EQUITY AND LIABILITIES	34,971	11,164

CHANGES IN EQUITY (PARENT COMPANY)

KSEK	2022 Oct-Dec	2021 Oct-Dec	2022 Jan-Dec	2021 Jan-Dec
Equity at the beginning of the period	39,064	2,875	10,816	50
New share issue	0	10,155	39,626	15,077
Costs for new share issue	0	-558	-4,500	-558
Profit/loss for the period	-5,389	-1,656	-12,267	-3,753
Equity at the end of the period	33,675	10,816	33,675	10,816

STATEMENT OF CASH FLOW (PARENT COMPANY)

KSEK	2022 Oct-Dec	2021 Oct-Dec	2022 Jan-Dec	2021 Jan-Dec
Operating profit/loss for the period	-1,748	-610	-6,536	-2,785
Amortisation and depreciation	0	0	0	0
Financial items, etc.	3,641	-78	-5,731	0
Cash flow from operating activities before change in working capital	-5,389	-688	-12,267	-2,785
Change in operating receivables	40	895	28	-201
Change in operating liabilities	335	348	948	348
Cash flow from operating activities	-5,014	555	-11,291	-2,638
Cash flow from investing activities	-3,095	-11,405	-13,666	-11,405
Cash flow from financing activities	0	9,622	35,126	14,544
Cash flow for the period	-8,109	-1,228	10,169	501
Cash and cash equivalents at the beginning of the period	18,804	1,754	526	25
Cash and cash equivalents at the end of the period	10,695	526	10,695	526

OTHER INFORMATION

ACCOUNTING PRINCIPLES

Since 2020, Northgold AB has applied the Swedish Annual Accounts Act and Swedish Accounting Standards Board's general recommendation 2012:1 (K3) to the preparation of financial statements.

AUDITOR'S REPORT

This interim report has not been subject to review by an auditor.

CERTIFIED ADVISER

Augment Partners AB
 Telephone: +46 8-604 22 55
 Email: info@augment.se

UPCOMING REPORTING DATES

The Annual report for 2022 will be published on May 19; 2023.
 The interim report for Q1 2023 will be published on 26 May 2023.

Reports and press releases, etc., are published on Nasdaq First North's website www.nasdaqomxnordic.com and on www.northgoldab.com.

ANNUAL GENERAL MEETING

The Annual General Meeting for 2023 is scheduled for June 16, 2023.

MARCH 2023

Northgold AB
 Board of Directors

For further information, please contact CEO Mitch Vanderydt
 Email: ir@northgoldab.com

DEFINITIONS OF KEY PERFORMANCE INDICATORS

Return on total capital:	Earnings after financial items plus financial expenses as a percentage of average total capital.
Return on equity:	Net profit according to the income statement as a percentage of average equity.
Equity/assets ratio:	Equity as a percentage of total assets.
Earnings per share:	Earnings after tax in relation to the average number of shares.
Equity per share:	Equity in relation to the number of shares on the balance sheet date.
Quick ratio:	Current assets excluding stock in relation to current liabilities.



Northgold AB is a Swedish gold exploration and development company with multiple resource-stage projects in the Middle Ostrobothnia Gold Belt of Central Finland.

northgoldab.com