

Interim report

2017-01-01 - 2017-12-31
Reinhold Europe AB (publ)
Org. nr. 556706–3713

Reinhold Europe AB (publ.), 556706–3713, offers modern real estate-related products in a company based on tradition and innovation. In the late 1950s, Reinhold Gustafsson decided to implement the idea of building traditional Swedish functionalism and combining high quality and reasonable rents. A focus that made Reinhold one of Sweden's most legendary builder. Beaten by faith in creating win-win solutions in all business, Reinhold Gustafsson often stated that "*it's better to have a part in a larger number of projects, each providing reasonable profitability, than having a few projects with the highest profitability*".

Today, this is history and the new Reinhold Europe shall not own or manage real estate, but the legacy lives on in the company's visions and daily business activities now with a new focus on real estate-related products and services with high returns.



This is an inhouse translation from the original Swedish Version.

The English version is for convenience only and in case of any discrepancy, the Swedish version will prevail.

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1. Summary of Q1 2018 for the group

The following summary refers to the period Q1 2018.

Figures in brackets refers to Q1 2017, since the Group was established in Q3 2017, there are no comparison figures for 2017.

The Group consists of the parent company Reinhold Europe AB (publ) and Waxy International AB (publ), which was acquired in Q3 to 100%.

- Revenue for the period amounts to 44 KEUR
- The result for the period amounts to -402 KEUR
- The number of shares amounts to 117 926 724 (900 000 A shares and 117 026 724 Class B shares)
- Earnings per share -0,01 EUR

2. Summary of Q1 2018 for the parent company

The following summary refers to the period Q1 2018.

- Revenue for the period amounts to 0 KEUR (*0 KEUR*)
- The result for the period amounts to --91 KEUR (*-25 KEUR*)
- Cash and cash equivalents amounted to EUR 0 (0.1 KEUR), in addition short-term receivables to 189 KEUR (60 KEUR)
- The number of shares amounts to 117 926 724 (900 000 A shares and 117 026 724 Class B shares)

3. Comments from the Board of Directors

During the first quarter, the work on re-launching the company has taken effect.

As previously announced, the business is focused on three branches

- property-related services
- car care facilities
- energy saving products

Waxy has opened its first plant with results beyond expectations. For the area of Energy saving products a subsidiary is under way. And also the area for property-related services show positive development.

The Group's earnings in 2018 are burdened by start-up costs for the car care operations, but the Board is convinced that the full year result, excluding start-up costs, will be strong.

The Board's focus during the first quarter has been to find financial and business solutions that can solve future long-term operations. This has been achieved through negotiations with creditors and other stakeholders where positive results have been achieved, including through shareholder grants, which has been contracted in Q1 with full impact in Q2. By resolving offsets that are to be properly registered, which will take place in Q2, the company's board of directors expects equity to be restored.



The company has continued to work in the business area housing modules where several important achievements have been noted.

In accordance with previous information, an Extraordinary General Meeting of 28 December decided to reduce the company's share capital to EUR 1 000 000, registered by the Swedish Companies Agency 2018-01-25, as well as to extend previous authorization to issue new shares.

The Board looks confident in 2018 and expects the Group to deliver a positive result.

Bobby Mandl

Chairman of the Board

4. Ownership

4.1 *Share capital*

The share capital as per 2017-12-31 is divided into 117 926 724 shares, of which 900 000 are A shares and 117 026 724 are B shares. The A share entitles to 10 votes and the B share to 1 vote. Each share gives equal rights to the company's assets and profits.

The share is traded on the Warsaw stock exchange under ticker RHD and closing price 2018-03-31 was 0.42 PLN. At the end of the period, the company's market value was 11 MEUR.

The Board has been authorized by the EGM to issue 32,000,000 new B shares.

5. Significant events during the period:

- The company's registered share capital was reduced to 1 000 000.
- Ingvar Rehbinder resigned from the board at his own request
- The Group's subsidiary Waxy International AB will open its first facility.
- Peter Björklund is appointed as CEO of Waxy.
- Contracted a shareholder contribution, which will be delivered during q2

6. Significant events after the period:

- At the extraordinary general meeting of 9/5, the company's share capital was reduced to 55,000 EUR.
- Previously requested review of tax decision related to income tax for 2015 was not approved. Consideration of the effect is taken during 2017 year results.

7. Upcoming reporting dates

2018-06-04	Annual report 2017	2017-01-01 - 2017-12-31
2018-08-30	Interim H1 report 2018	2018-04-01 – 2018-06-30
2018-11-30	Interim report Q3 2018	2018-07-01 – 2018-09-30

8. Other information from the company

8.1 *Personnel*

The parent company has no employees, only one long-term contracted consultant. The subsidiary Waxy has 1 employee.

8.2 *Investments*

The Group through its subsidiary is active in constructing a car wash facility which was completed

during Q1 2018. The work with the next facility was started.

8.3 *Parent company*

The Group's operations are still in the start-up phase, as the plans are currently, property-related services will be conducted in the Parent Company. The group was formed on acquisition of the subsidiary Waxy International AB (publ) on July 1, 2017.

8.4 *Risk Factors*

There are a number of risk factors that may affect the Company's operations. In short, it can be said that the company has observed and has an action plan to counter the possible risks identified.

In addition, the outcome of the negotiation of known requirements from previous operations, any unknown requirements from past operations, and outcomes of future financing attempts will have a significant impact on the Group.

8.5 *Transactions with related parties*

Transactions have taken place with related parties in the form of remuneration to senior executives, transactions with subsidiaries, and related parties have funded operations through loans to both parent companies and subsidiaries.

8.6 *Financial position*

The Group's financial position is still precarious. The Board's main priority is to ensure the company's funding for the next 12 months. A number of activities are underway to remedy this and to restore the share capital, such as reducing the share capital at the Extra General Meeting 2018-05-11 to EUR 55 000. Of the company's total liabilities, there are agreements for conversion to shares of approximately 1,800 KEUR, these of-sett will utilize some of these new shares, and the Board has made contract regarding a shareholder grant and good hopes that additional investors will buy shares, which means that the company's share capital has been restored.

8.7 *Audit*

The present interim report has not been subject to review by the company's auditors.

9. The Boards of Directors certificate

The Board and the Managing Director certifies that this interim report provides a true and fair view of the company's and the Group's operations, financial position and results and describes significant risks and uncertainties faced by the company and its subsidiaries.

Stockholm, 30th of May 2018

Bobby Mandl
Chairman of the
Board

Harry Rosenberg
Member of the
Board

Sven-Gunnar Bodell
Member of the
Board

Ingvar Rehbinder
Acting CEO

This information is the information that Reinhold Europe AB is required to disclose under the EU Market Abuse Regulation. The information was submitted for publication on Wednesday, May 30, 2018 at. 16:00

10. Financial reports

Amounts in KEUR

10.1 *Summary Income statement for the group*^{*1}

The group was formed 2017-07-01.

	2018-03-31
Operating Income, etc	
Net Sales	39
Other operating income	6
Operating Expenses	-39
Other external expenses	-287
Rörelseresultat	-307
Financial items	-94
Result from Financial items	-94
Result after financial items	-402
Result before taxes	-402
	0
Result for the period	-402
Average number of shares	117 926 724
Earnings per share	0,00

*1) The Group was formed by acquisition of subsidiaries in July 2017, therefore there are no comparison figures for 2017.

10.2 *Balance sheet in summary for the group*

	2018-03-31
ASSETS	
Fixed assets	
Intangible assets	1 568
Tangible fixed assets	1 457
Total assets	3 025
Other long-term receivables	317
Total financial assets	317
Current assets	
Receivables	744
Cash and cash equivalents	12
Total current assets	757
TOTAL AASSETS	4 099
 EQUITY AND LIABILITIES	
Equity	
Share capital	1 000
Other contributed capital	8 141
Balanced earnings incl. profit for the year	-11 872
Shareholders equity attributable to the parent company's shareholders	-2 731
Long-term liabilities	2 540
Current liabilities	4 290
TOTAL EQUITY AND LIABILITIES	4 099

10.3 *Cash-flow report in summary for the group*

	2018-01-01
	2018-03-31
Cash flow from current operations	0
Operating profit	-307
Adjustments for items not included in cash flow	63
Paid Interest	-94
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Cash flow from operating activities before changes in working capital	-339
Changes in working capital	
Change in operating receivables	-100
Change in operating liabilities	81
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Cash flow from current operations	-19
Investment	
Investments in property, plant and equipment	-1 700
Cash flow from investing activities	-1 700
	0
Loans raised and the like	2 065
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Cash flow from financing activities	2 065
The year's cash flow	7
Cash and cash equivalents at the beginning of the year	12
Cash and cash equivalents at year-end*	5
*refers to the subsidiary	

10.4 Report over changes in own capital for the group

Specification Group Equity	Share Capital	Other Contributed Capital	Other Equity	Total Equity
Opening Balance	6 241	8 141	-14 020	-4 482
Appropriations of last years result			-2 422	2 422
Reduction in Share Capital	-5 241	0		0
New Issue	0	0		0
Currency deviation			35	35
Year result				-402
Closing Balance	1 000	8 141	-11 166	-2 426

10.5 *Income statement for the parent company*

P&L in summary, parent company

	2018-01-01	2017-01-01
KEUR	2018-03-31	2017-03-31
Operating income etc		
Net sales	0	0
Oter operating income	0	0
Operating expenses		
Other external expenses	-36	-56
Personnel costs	0	0
Other operating expenses		12
Operating Profit	-36	-44
Financial Items	-7	19
Result after financial items	-43	-25
Result before taxtes	-43	-25
Net Result of the period	-43	-25
Number of shares	117 926 724	109 926 724

10.6 *Balance sheet in summary for the parent company*

	2018-01-01	2017-01-01
	2018-03-31	2017-03-31
ASSETS		
Fixed Assets		
Financial Assets	1 966	
Total Fixed Assets	1 966	
Current Assets		
Receivables	167	60
Cash and bank balances	0	0
Total Current Assets	167	60
TOTAL ASSETS	2 133	60
EQUITY AND LIABILITIES		
Equity		
Share capital	1 000	5 817
Premium Fund	8 141	6 904
Retained earnings	-11 201	-14 020
Result of the year	-43	-25
Total Equity	-2 102	-1 324
Tax accrual fund		
Long term liabilities and appropriations	475	255
Short term Liabilities		
Accounts payable	296	311
Current tax liabilities	0	0
Other debts	0	0
Accrued expenses and paid-up income	0	0
Total short-term liabilities	0	0
TOTAL EQUITY AND LIABILITIES	2 133	60

11. Contact

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