



Annual Report

AKOBO MINERALS AB (publ)

2021





Akobo recently completed the construction of its airstrip near to its mine site and saw the first ever flight undertaken.

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Environmental, social & governance

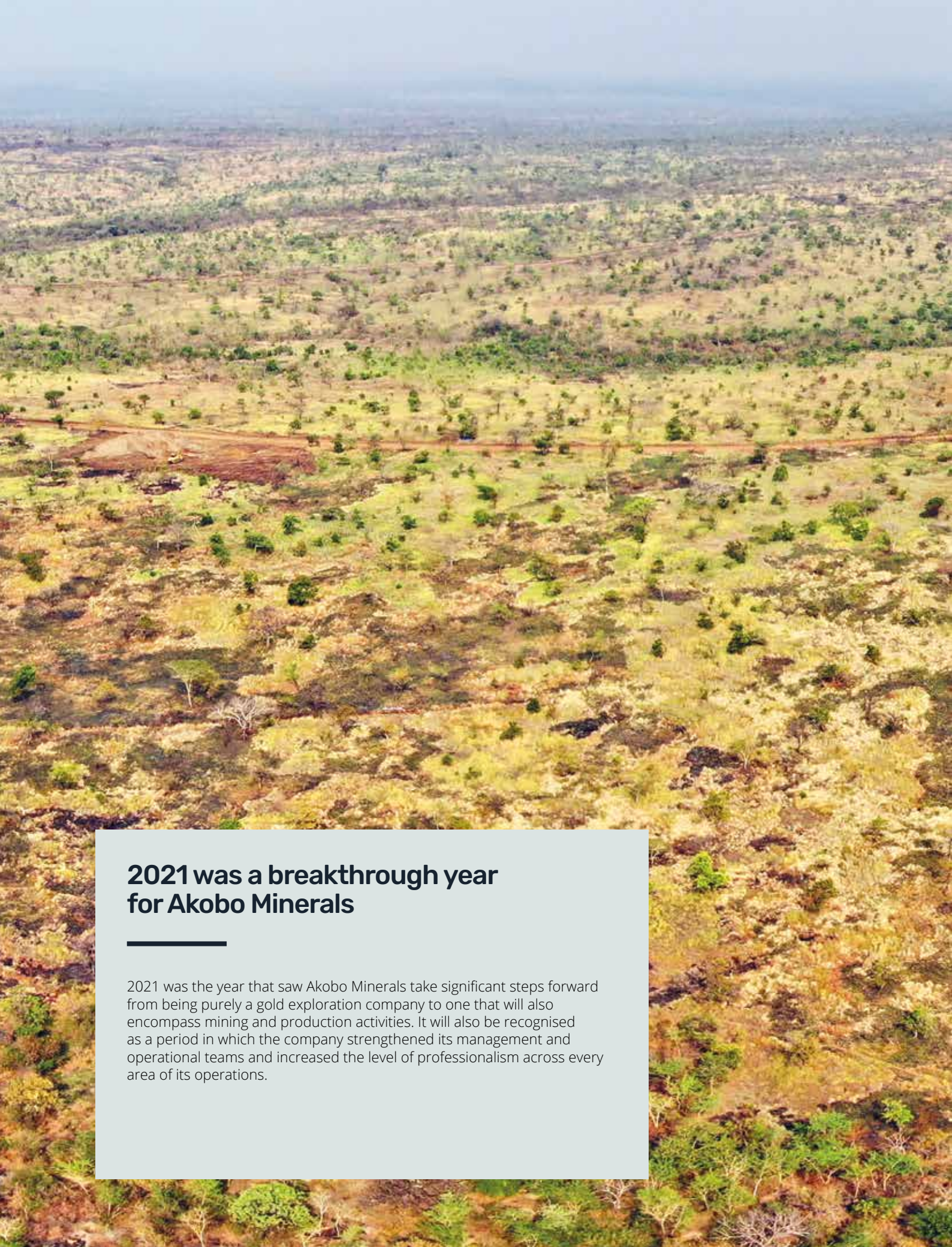
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2021 was a breakthrough year for Akobo Minerals

2021 was the year that saw Akobo Minerals take significant steps forward from being purely a gold exploration company to one that will also encompass mining and production activities. It will also be recognised as a period in which the company strengthened its management and operational teams and increased the level of professionalism across every area of its operations.



Company overview

Company overview

Akobo Minerals AB (publ) holds the Akobo project through its Norwegian and Ethiopian subsidiaries. The exploration and mining permits for the Akobo Minerals project are held by ETNO Mining Ltd, a 99.97%-owned subsidiary of Akobo Minerals AB (publ).

The project itself comprises an Ethiopian exploration license covering 182 km² and a mining license covering 16 km², both situated in the far west of the country in the Gambella region. It is located approximately 700 kilometres by road from the capital, Addis Ababa, and 20 kilometres from the border with South Sudan.

All of the recent exploration on this project has been conducted by a team of Ethiopian geologists and support staff. Many of the exploration team joined Akobo from the Geological Survey of Ethiopia, following their discovery of the Lega Dembi deposit. Exploration activity initially outlined alluvial gold resources, and Akobo Minerals' team of geologists has worked extensively during the past ten years to identify several potential primary gold targets. The drill program began at the end of 2019 in Segele and has so far shown exceptional high-grade gold results, particularly following a new round of drilling which commenced in late 2020. The results have been confirmed by the internationally recognized analytical laboratory, ALS. By the end of 2021, over 15,400 metres accumulated drilling had been undertaken.

During 2021, the company successfully applied for and received a mining license. Following an ESIA, mining and processing partners have been identified and Akobo looks forward to commencing a 'boutique' mining operation by the end of 2022, beginning of 2023.

Akobo Minerals is run by a small management team which has a strong track record of corporate management and mining industry competence. Combining international experience and local expertise,

the company's European (mostly Scandinavian) and Ethiopian management team is forging a business approach that values talent and competence. By the end of 2021, over 90 percent of its work force was Ethiopian. The strategy to adopt a small management team interconnected with its operations is proving to be both efficient and cost-effective. This is being achieved by building local capacity and benefiting from Ethiopia's wealth of geoscientists, engineers and environmentalists.

Akobo Minerals was listed on the Euronext Growth exchange in July 2021. The company has more than 3,500 shareholders, with majority of shares owned by Norwegian shareholders.

Akobo Minerals has developed strong relations with both the local community and with regional and national government departments that will help to bring about positive benefits to both the local community and the company's ongoing operations.



Key figures 2021



42,512,606

Number of issued shares in Akobo

41

Number of European and
Ethiopian employees

USD 2,067.15

Highest price of gold per ounce
reached during 2021

16km²

Secured 16km² mining and
production license

50mill NOK

Successful capital raising round
of NOK 50m

15,400m

Completed 15,400 meters of accumulated
drilling at Segele and Joru

3,500

Number of shareholders in
Akobo Minerals

Key activities in 2021

- Bonanza-grade intersections discovered at Segele
- First maiden resource estimate performed by SRK
- Listed on the Oslo Stock Exchange Euronext Growth
- Secured a 16km² mining and production license
- ESG risk review completed
- Appointment of a new general manager in Etio Mining
- Successful capital raising round of NOK 50m
- Scoping study for mining at Segele commenced
- Low-cost drilling capacity was increased with the acquisition of three second-hand drill rigs
- Completed 15,400 meters of accumulated drilling
- Results from metallurgical test work indicates a marked increase in revenue potential



Akobo Minerals' license area is located in the Gambella region situated in the west of Ethiopia, close to the South Sudan border.



Letter from the CEO



Dear shareholders,

Welcome to Akobo Minerals' 2021 annual report, setting out what has been a seminal year for the company and one which will certainly make a positive difference to all of the company's stakeholders.

While the global pandemic was still having some effects on our day-to-day business – such as travel restrictions and the ability of employees to meet up in-person - it in no way shaped our operations and we were able to continue meeting the necessary milestones to keep to our long-term strategic objectives.

I am pleased that through the efforts of our entire workforce we were able to make considerable strides across all areas of our business – from securing further investment and employee development, to ramping up our exploration and strengthening our ESG program. We did this through a strong focus on sticking to our long-term strategic plan, keeping control of our costs and ensuring we maintain close relationships with government, local communities and business partners.

A major step forward in the development of Akobo Minerals took place when we listed the company on the Oslo stock exchange. Initially, we had been registered on the Euronext NOTC, and this was followed by our first trading day on the Euronext Growth exchange in July 2021. This has enabled increased liquidity in the share and improved the visibility in the company and our operations. The listing of Akobo Minerals followed

a private placement - which was fully subscribed – and raised NOK 50 million in proceeds, which were used to expand our operations considerably.

The most significant long-term decision we made during the year was to expand the scope of the business by applying for and receiving a mining license. This meant we were able to set out to develop ourselves as a boutique-size gold mining and production operation, rather than just running as a pure exploration company. We determined that the skills and knowledge we have accrued during exploration activities in the region will stand us in good stead to develop successful mining operations. With first production on target to commence by the beginning of 2023, we are confident our decision will prove to be a fruitful one for all of our stakeholders.

As part of the company's strategic plan, we resolved to employ an operating philosophy of using contract underground mining and a turnkey design and engineering contract to source and build the processing plant at Segele. To this end, qualified bidder lists were drawn up for both our mining and processing plant contracts, with a number of expressions of interest

received. We have engaged world-class consultants on our team that will secure the timely and correct choices of partners to develop our Segele Mine.

In both Segele and Joru, we continued our exploration activities. We completed a maiden mineral resource estimate and the Segele gold mineralization was found to continue at depth with high grade intersections intercepted as deep as 170 metres. Results from metallurgical test work announced in 2022 demonstrate significantly increased revenue potential and simple processing.

In the fourth quarter, our first core drill program was completed at Joru and we are expecting positive results for this drilling initiative. However, we will take a measured approach to exploration in 2022 and while we believe the Segele ore will continue further into the deep, we will not take up rig capacity on continued deep drilling in the short-term. Instead, initial drilling was performed in the fourth quarter at a new selected target close to the Segele gold ore, which has realised similar ground characteristics and we are confident of positive results into 2022.

We acquired three second-hand drill rigs towards the end of the year, through which we believe we can increase our in-house low-cost regional exploration significantly from the second half of 2022, once we have built staff capacity and made the drill rigs operational. However, this meant that in the short-term we will reduce our exploration activity to focus on getting our mining operations up and running.

In order to put in place the most competent workforce possible, we appointed a new general manager in Ethiopia, as well as further local hiring for our operations and a strengthening of our middle management staff. We also undertook training of all staff to understand their role and responsibilities in furthering our ESG program, under the guidance of Dr Cathryn MacCallum who, after working with us as a consultant during 2021, was appointed Head of ESG in early 2022. This program is a key pillar for the company and demonstrates our commitment to developing industry-leading environment, social and governance measures as we grow our operation.

We are pleased that the state of emergency in Ethiopia was lifted early in 2022 and though this had not adversely our business on a day-to-day basis its lifting will help to increase the positive environment for both our operations and the wider business community in Ethiopia.



2021 was a year in which we considerably strengthened our operational excellence and moved from a pure exploration company to also building towards mining and production activities. We listed the company on the Oslo Euronext Growth exchange and set out our long-term sustainable ESG strategy, which included our Sustainable Natural Resource Management Plan (SNRMP). Supported by the substantial efforts of all of our employees, shareholders, partners and suppliers, I know that these activities and more will provide us with the solid foundation that will take Akobo Minerals onward to further success in 2022.

Yours sincerely,


Jørgen Evjen
CEO, Akobo Minerals

Corporate strategy

Akobo Minerals has a clear strategy that is aimed at building a portfolio of gold resources through high-impact exploration and mining, while adhering to a lean business operation.

The company is committed to leveraging the skills and expertise of in-country personnel to build a successful Ethiopian exploration and mining operation. While Akobo Minerals recognizes exciting opportunities in its exploration sites, the company has a strategy of cautious development so as not to stretch its resources. Therefore, it will work with partners to develop mining activities in Segele - along with increasing the resource locally - and will continue its exploration work in the vicinity of Segele until it is ready to scale-up its operation to also encompass mining activities elsewhere.

Akobo Minerals will continue to develop the Akobo site assets and knowledge base through high quality geology, structural geology, geophysics, geochemistry and core drilling. These skills will be underpinned by the company's drive to establishing JORC-compliant resources and reserves. Akobo Minerals will strive to collaborate with investors and partners with whom it can develop and expand its operations in order to create long-term profits for its investors. As it continues exploration work in both Segele, the company is excited about the significant numerous other targets in its license area, in addition to the current operations sites.





Vision and mission

Akobo Minerals' vision is to be the leading responsible gold exploration and mining company in Ethiopia, developing industry-leading mineral resources in its license areas.

Akobo Minerals' mission is to provide the highest level of mineral exploration knowledge, which leads to successful future mining activities, as well as contributing to the sustainable natural resource management of the areas that host its operations.

History and future

The history of Akobo Minerals in Ethiopia is a little over a decade old, beginning when the company was granted its first exploration license – which has since been renewed yearly – covering the Dimma Woreda to carry out extensive exploration work to develop gold deposits.

However, the history of gold mining in Western Ethiopia stretches back over more than three thousand years, when gold was excavated and transported to Egypt for the benefit of the pharaohs. Since that time gold mining activity in Ethiopia has waxed and waned, but until Akobo Minerals arrived, mining in the region was only undertaken by artisanal miners, panning for alluvial gold as a livelihood activity.

Between 2000 and 2010, the predecessor to Akobo Minerals gained positive exploration results in the area. Then, in 2010, the company was granted a large exploration licence in the Dimma Woreda, thus beginning exploration activities. From 2011 to 2013 Akobo Minerals excavated, sampled and analysed 7.5 kilometres of trenches over prospective area and between 2012 and 2017 performed 21km² of ground magnetics and geological mapping of the license area.

In 2015, the company undertook reverse circulation (RC) drilling of 32 holes, 3015 metres in total length, while collecting and analysing of over 4,000 soil samples. In 2019, The first JORC (2012)-compliant competent person's report (CPR) - comprehensive technical documents detailing all geological work performed on the project - was completed, covering both the Segele and Joru areas.

In 2020, new funding was raised, which led to a new core drilling program of 36 holes and a combined figure 3,735 metres, while the camp was upgraded, new personnel were taken onboard, and the exploration license was renewed for a further three years.





Outlook for 2022

The coming year will continue as 2021 ended, with operational activities expanding, particularly gearing up for gold production from Segele by the first quarter 2023.

Preparations for a safe and sound mining operation are underway as Akobo Minerals works to sign up both a plant provider and contract miner.

Despite mining being a new direction for the company, Akobo Minerals has the experienced personnel to manage the process and establish an effective and cash flow-generating mining operation.

The whole team at Akobo Minerals is looking forward to another exciting year.



Akobo Minerals benefits from a close-knit and highly professional on-site operations team.

Management report

2021 was the year that saw Akobo Minerals take significant steps forward from being purely a gold exploration company to one that will also include mining and production activities. It will also be marked as a period in which it strengthened its management and operational teams and increased the level of professionalism across every area of its operations.

From a distance, Akobo Minerals might be viewed as a company of two parts – an international management team operating out of Scandinavia and a predominantly Ethiopian staff undertaking operations in-country. In actual fact, Akobo Minerals is very much a company greater than the sum of its parts.

Its predominantly Scandinavian executive bring European fundamentals of good corporate governance, financial prudence and strategic direction. Akobo's Ethiopian colleagues bring considerable knowledge and experience of managing and engaging in mineral exploration and mining in Ethiopia. It is the marriage of these two entities that enabled Akobo Minerals to make such advances in 2021.

Mining developments

One of the most significant strategic developments of 2021 was the decision to move from an exploration company to mining and production business. Therefore, the most important short-term milestone for the company is to get the mining operation up and running. The expectation is that there will be gold production by the beginning of 2023, though limited in the ramp-up phase. Before that, however, over the next few months there will be new resource figures made available to inform present and potential investors of the anticipated levels of gold in the Segele resource.

In order to build a low-risk mining and production business, Akobo Minerals issued a tender for contract mining operations. The chosen contractor will manage

hiring, equipment purchase, training and operations for the project, and the preferred supplier will be responsible for commencing first limited production at the beginning of 2023, with a gradual ramp-up of operations during the year. Likewise, Akobo Minerals will work with a third-party to build the necessary processing plant. They will be responsible for construction, commissioning, and training, with the plant itself operated by Akobo Minerals.

The Segele project

In parallel to ensuring the mining and processing operation remained on track, much of the focus of 2021 was on exploration work. During the year, Akobo Minerals' drilling activity at Segele showed outstanding high-grade gold results. Akobo Minerals is working with ALS Global – a full-service ISO certified provider of analytical geochemistry services – which undertakes sample preparation and analyses performed to the highest international quality standards. Extensive geological work was conducted, with a strong emphasis on the quality of drilling and sampling.

The initial results from the current exploration drilling have proven that Segele is particularly gold-rich, with several bonanza-grade sections. The gold zone is about 190 meters from the outcrop at surface to the deepest drill-intersection, and open towards depth. All indications point towards the potential to establish successful, targeted mining operations in the area.



Segele already had an Inferred Mineral Resource of 78 kilotons at 20.9g/t gold established by mining consultants, SRK, back in April of 2021. This equals to 52,410 oz of gold - a very encouraging result as the company looks to secure its goal to uncover the potential of the area. However, following both infill and extension drilling performed during 2021, Akobo Minerals received test work results from the laboratory of Peacocke and Simpson. The positive results of these gold extraction tests give potential for greater than expected revenue generation to that proposed in the Scoping Study in September 2021, though at similar operating costs.

Initial results show a better-than-expected gold recovery rate of up to 97.2 percent was achieved, which will directly improve expected future revenue. The grade of the bulk samples was found to be 31.01g/t, which is significantly higher than the 20.9g/t average grade of the Segele mineral resource estimate. After the end of 2021, the mineral resource estimate increased significantly. Given the high-grade indications, Akobo Minerals is confident that it will be able to establish a high margin mining operation

Further Segele opportunities

Akobo Minerals recognises that there could well be further significant opportunities for gold finds in and around Segele and as such began a program of resource extension drilling and a follow-up of previous trenching operations. In addition, several high priority targets have been identified from sampling of artisanal pits. Exploration drilling, extending to 671 metres in six holes around Trench 37, south of the Segele deposit was completed. The holes intersected several zones with alteration rocks similar to those hosting the gold mineralization at Segele.

Drilling at a further trench - 32/33 – continued into 2022, following the completion out the first out of four holes, intersecting several horizons of altered rocks similar in nature to the gold mineralization in Segele. The exploration team will also begin a five-hole geology section over the Segele mineralization. This exercise will provide data for an improved geological model to place the mineral resource into structural context – thereby generating more targets, which will be examined during 2022.

To further its exploration work in 2022, the company acquired three additional second-hand drill rigs to supplement those it already had in operation. These will enable Akobo Minerals to continue its low-cost operations, whilst also have the flexibility to expand the exploration program at a much higher pace.

Cost-efficient and rapid core drilling is always critical to success in mineral exploration and Akobo Minerals' ability to operate high production, low-cost drilling has been important in the success at Segele. The latest acquisition boosts the company's resilience in exploration drilling, in addition to expanding overall capacity and will be of considerable value as Akobo Minerals seeks to realise the full potential of the licences in the Akobo region.

A full team in place

With the hiring of Tesfaye Medhane as Akobo Minerals' local general manager in Ethiopia in mid-2021, the company now has a fully operational management in place to drive forward all local activities in-country. There are now separate teams and managers in place for exploration, operations, ESG and administration - all essential parts of the company's activities. Key performance systems have been implemented, in addition to more governance-related training. At the same time, there is also a focus on compliance and quality assurance/quality control, which remain critical areas in Akobo Minerals' day-to-day operations.

During the third quarter of 2021, a ground-breaking mining license agreement was signed between Akobo Minerals and the Ethiopian government which now allows for repatriation of profits from offshore accounts. Akobo Minerals believes that this agreement

Akobo Minerals is also continually looking to see where it can further develop the company by leveraging the competence that it has built over a number of years of operations in the country.



Our Ethiopian team receive continuous training to help Akobo Minerals' operations run as efficiently as possible.

will also be a positive development for the Ethiopian mining industry as a whole and it expects that more international mining companies will now consider Ethiopia as a prospective country for mining operations. This is the first time a mining company in Ethiopia has been granted such a right, and this achievement was no doubt facilitated by the strong relationship that Akobo Minerals has with the Ethiopian Ministry of Mines.

The focus for 2022

Akobo Minerals is also continually looking to see where it can further develop the company by leveraging the competence that it has built over a number of years of operations in the country. This means looking at potential new licences and new geographies for further minerals. The focus for 2022 is certainly on building the Segele operation, but the company is not standing still and when and where further exploration and mining opportunities do arise, it will certainly consider them.

The ramping up of operational activities during 2021 was in no small part a result of the NOK 50 million that was raised following the completion of a private placement in June 2021. Then, in July, Akobo Minerals was listed on the Oslo Euronext Growth Exchange.

From both a strategic and operational perspective, 2021 was a very busy time for Akobo Minerals. New personnel joined the company; exploration drilling continued in earnest; the first steps were taken in the development of mining and processing operations in Segele; and an expansion of the company's ESG initiatives (see the ESG section commencing on page 26) gained traction across

the company. In all, the company ended the year in an even more robust state than it ended 2020. And all the signs point to this state of affairs continuing into 2022 – and beyond.

Our employees have many years of exploration and mining experience.



Management team



Jørgen Evjen
Chief Executive Officer

Jørgen Evjen has been Chief Executive Officer at Akobo Minerals since July 2020. As a co-founder and investor, he has been following the company closely since 2009. Prior to joining Akobo Minerals, he held senior management positions in Piano Software/Cxense, Norsk Gjenvinning and Enfo Energy. He has a background as corporate finance advisor at the Nordic investment bank Carnegie AB, and compliance officer at Norden Investment Banking.

Jørgen Evjen holds a Master of Science in Economics and Business Administration from Toulouse 1 Capitole university.



Dr. Matt Jackson
Chief Operations Officer

Matt Jackson has been Chief Operations Officer at Akobo Minerals since December 2020. Prior to this he was Director, Mining and Exploration at BluestoneGEO for six years, where his role included Africa-wide investment analysis and working as a consultant to Akobo. A geologist and investment analyst with 15 years' experience mining and exploration, Matt Jackson has extensive commodity understanding and has worked for some of the world's largest companies, including BHP Billiton, and consultancies, including Golder Associates.

Matt Jackson received his PhD in exploration and ore genesis geochemistry from Cardiff University in 2005. He is a Chartered Professional Member of the Australasian Institute of Mining and Metallurgy.





Johan Sjöberg
Chief Exploration Manager

Johan Sjöberg re-joined the company as Chief Exploration Manager in May 2021. He previously served as CEO of Akobo Minerals between 2018 and 2020. He has over 15 years' experience in exploration and gold mining, most recently as geology consultant at EMX Royalty Corp. Previously held positions include chief geologist at Nickel Mountain Resources and geologist and near mine exploration geologist at the Svartliden gold mine in the northern Sweden.

Johan Sjöberg holds a Bachelor's degree from Uppsala University in Sweden and studied exploration geology at Rhodes University in Grahamstown, South Africa.



Tesfaye Medhane
General Manager

Tesfaye Medhane joined Akobo Minerals' Ethiopian company, Etno Mining, as General Manager in May 2021. He has extensive operational, technical and management experience from more than 14 years of working in the international exploration and mining community, including managing large contracts for Canadian mining companies in Ethiopia and Mali.

Tesfaye Medhane has an MSc in Mining Geology from Addis Ababa University and has received various management and leadership training certificates.

Exploring and mining

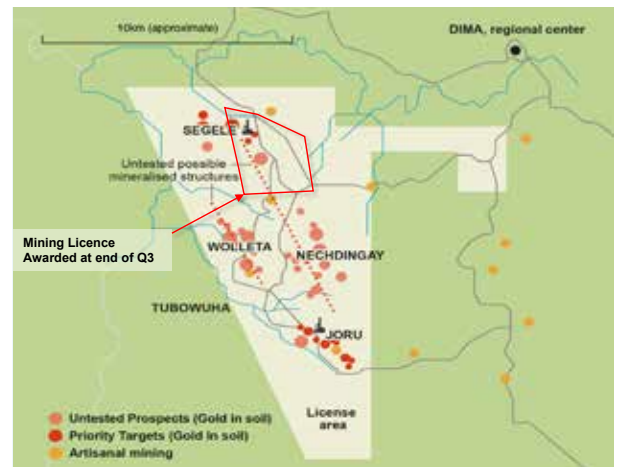
The exploration license area is situated just over 700 km from the Ethiopian capital, Addis Ababa, with good connections via a modern highway, as well as by Akobo Minerals' own airstrip.



The license area

Sited in the Dimma Woreda, Gambella region of Ethiopia, the total area of the exploration license covers 182 km² and was granted by the Ethiopian Ministry of Mines and Petroleum. The present license expires in November 2023, though a renewal of the license extension is due to be finalised in the first half of 2022.

Within the exploration license area is the mining license, covering 16 km² and granted for the Segele deposit and surrounding targets. The license covers a time period of a minimum of five years and is extendable in 10-year increments. As and when necessary, any new mineralization found during exploration of the mine license area can be included in the mining license itself.



Segele status – successful extension drilling ongoing

Since the SRK maiden resource estimate more than 9,000m of infill drilling and extension drilling had been completed by end of 2021. Holes as deep as 285 metres displayed visible gold in every single cross-section. A total of 2,334 samples from Segele were submitted for assay.

The first inferred resource estimate for Segele, which was conducted in April 2021, was calculated using a total of 32 holes with a total length of 3,159 metres of drilling at relatively shallow depths. As the extension drilling activity was determined to target mineralisation sited at much greater depths, the later resource extension drilling required longer holes to reach the same mineralisation.

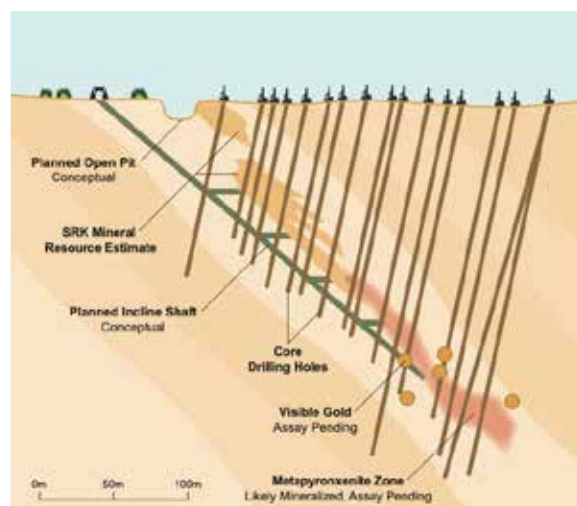
Assay results from 370 samples from artisanal pits around the resource estimate showed highly encouraging figures of 88.0 grams per ton (g/t), 8.9g/t, 12.9g/t and 6.15g/t. However, the reliability of these grab sample results cannot be wholly relied upon when compared to drilling. Therefore, a new drilling campaign has been planned to follow-up on these initial results. To further the company's understanding of these new targets, scout drilling has been scheduled for drilling during the first half of 2022.

In addition to resource extension drilling around Segele, Akobo Minerals' exploration efforts focused on following-up on sites of previous trenching. Two targets have been identified from these trenches - the T32/33 and the T37 targets (see map). In addition to this, several high priority targets have been identified following sampling of artisanal pits in the area.

Exploration drilling at Trench 37 was completed, which totalled 671 metres in six holes. These six holes intersected several zones with alteration rocks similar to those hosting the gold mineralization at the Segele mine area. However, to date no visible gold was observed.

Drilling at Trench 32/33 is ongoing into 2022, though the first of four holes has been completed. Again, core samples show that the drilling intersected several horizons of alteration rocks similar in nature to the gold mineralization in Segele - though no visible gold was observed.

During the early months of 2022, the Akobo Minerals exploration team will also begin a five-hole geology section over the Segele mineralization. This exercise will provide an improved 3D geological model to place the mineral resource into structural context – thereby generating more future targets.



Segele gold mining

In order to undertake the mining program, it has been determined that all hiring, equipment purchases, operations and training will be carried out by an experienced contractor. Activity will increase as the year progresses, with first limited production expected from the mine in the first quarter 2023, and production of gold volumes rising with a gradual ramp-up of operations during the year.

The ore will be accessed via an incline shaft, currently planned to be 290 metres in length and reaching a vertical depth of 160 metres below the surface. This shaft can be easily extended in order to reach deeper ore. The ore will be extracted using shrinkage stoping - the excavation of a series of steps or layers in the rock - or by using cut & fill methods.

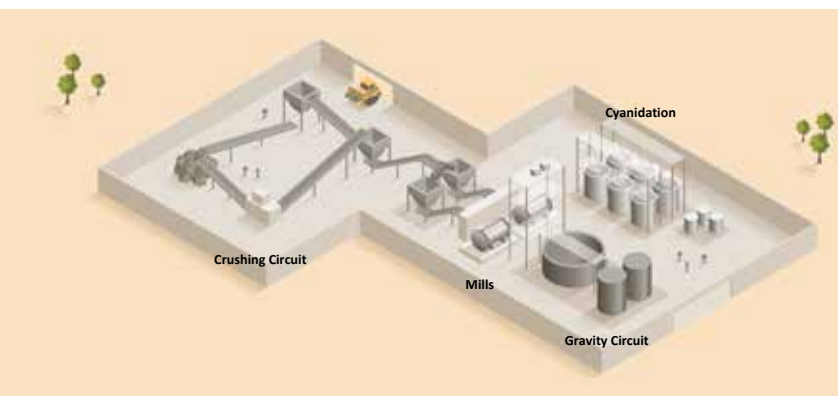
These drilling and blasting systems will create carefully designed caverns which will be accessed from horizontal tunnels off the incline shaft. The ore will be transported to the surface using a small rail system using a simple winch to pull metal cars to the surface. By the end of 2021 two contract mining companies were currently developing bids to develop the incline shaft. Bidding for the stoping will be completed after the full mine design has been agreed.

Processing plant test work has confirmed that good recovery volumes will be possible from a very simple industry-standard processing plant model.



Processing

Design, supply, construction, commissioning and training will be conducted by the chosen contractor – to be selected in early 2022 - while the plant will be operated by Akobo Minerals. Shortlisted contractors are in communication with Akobo Minerals and Goshawk Network Technologies, Akobo Minerals' consulting partner. The legal and technical review has been completed, while work to complete the plant's final design has now commenced.





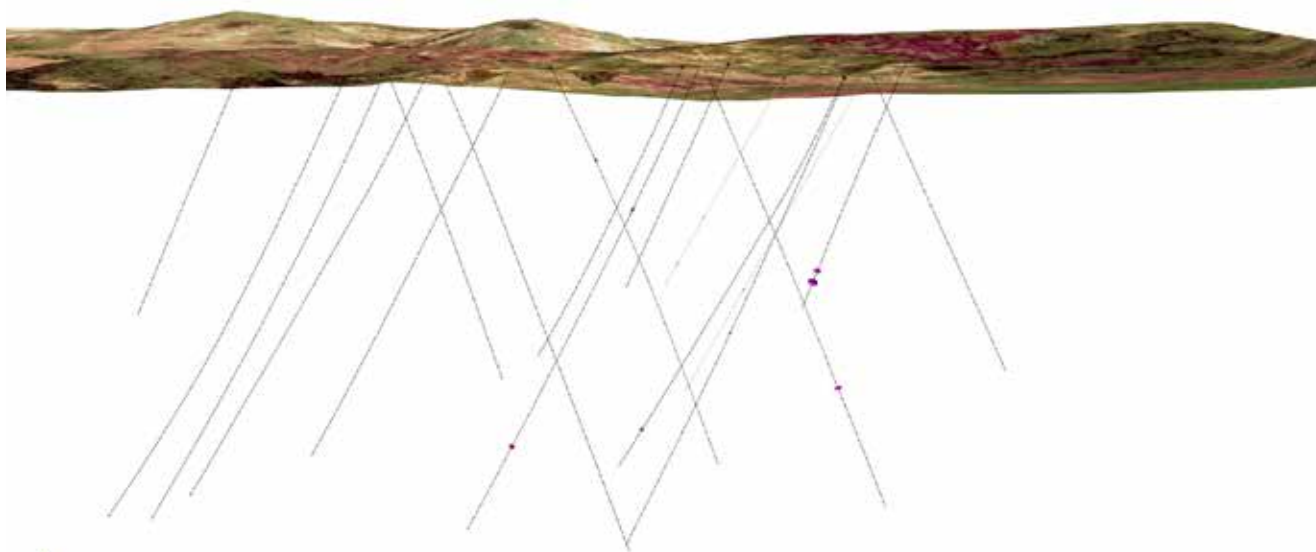
Joru exploration drilling

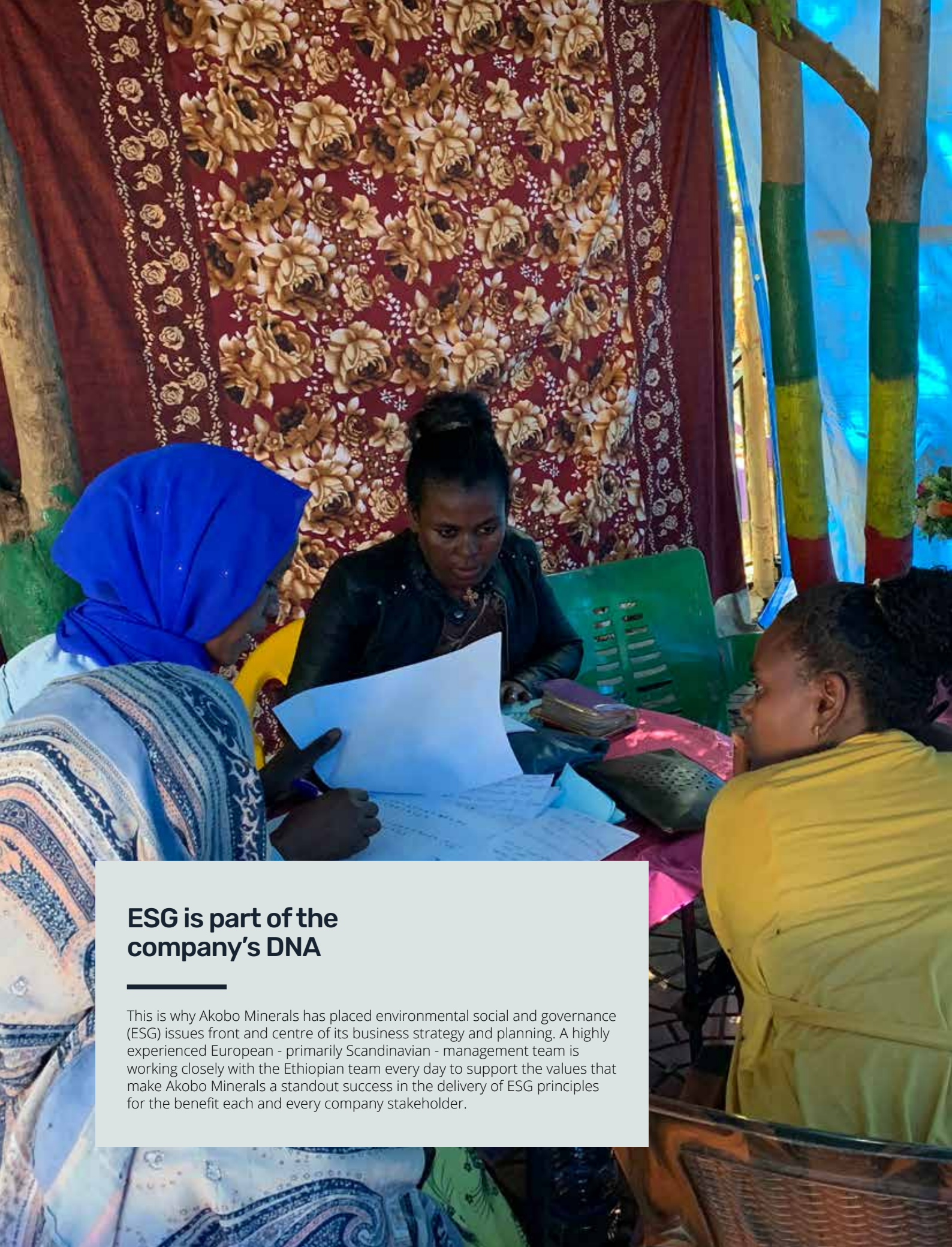
Alongside exploration work at Segele, significant activity also took place at Joru. The overall grade of the gold occurrence is much lower than in Segele, but the system itself is considerably larger, creating opportunities for much larger tonnage.

By the end of 2021 Joru core drilling was completed in the central parts of the Joru system. A total of 2,264 metres of core drilling was completed at the Joru central target – with 695 samples awaiting assay during 2022. Significant intersection numbers include:

- 28.10 grams per ton (g/t) over 0.85 metres and 20g/t over 0.75 metres in drill hole JODD03
- 29.10g/t over 1 metre and 10.90g/t over 0.55 metres in drill hole JODD06
- 3.19g/t over 0.9 metres in drill hole JODD02
- 4.10g/t over 0.6 metres in drill hole JODD03
- 3.10g/t over 1 metre in drill hole JODD06

Visible gold was observed in several holes and geological modelling will be conducted once all the assay results have been received in 2022.



A photograph of three women sitting around a table in a meeting. The woman in the center, wearing a black jacket, is looking at a document. The woman on the left, wearing a blue headscarf and a patterned shawl, is also looking at the document. The woman on the right, wearing a yellow shirt, is looking towards the center. They are in a room with a red floral patterned wall and a green plastic chair. The text 'ESG is part of the company's DNA' is overlaid on the bottom left of the image.

ESG is part of the company's DNA

This is why Akobo Minerals has placed environmental social and governance (ESG) issues front and centre of its business strategy and planning. A highly experienced European - primarily Scandinavian - management team is working closely with the Ethiopian team every day to support the values that make Akobo Minerals a standout success in the delivery of ESG principles for the benefit each and every company stakeholder.



Environmental, social & governance

Akobo Minerals holds regular meetings in the community to exchange information and views on local operations and initiatives.

Letter from the head of ESG strategy

Welcome to this year's environment, social and governance report on behalf of Akobo Minerals - a report I am pleased to contribute to having joined the company in early 2022 after working for Akobo as a consultant over the past year.

During my time working with Akobo Minerals, the company has continued to demonstrate that ESG lies at the heart of its corporate and operational priorities. In addition to meeting our obligations, the program that we are implementing will help to further its world-leading credentials. I am particularly looking forward to building upon the company's strategy that takes an ESG 'extended shared value' approach to maximising potential both for the company and the communities that host our operations. Our success will be to prove that a community can be engaged with and supported without creating a culture of dependency. Everybody at Akobo Minerals is looking forward to this challenge.

Before we look at what the company has undertaken during 2021 and what we will be working on in 2022, it is important to understand what we mean by ESG itself and how it relates to our business.



Taking the three elements in turn:

- Environmental performance, as in the 'E' in ESG, looks at how we manage the impact of our activities on the environment and range from our carbon footprint through to discharges of materials into the natural water course or particulates into the air.
- 'S' or social performance looks at how we interact with the community in which we undertake our business. At the same time, we need to consider how we perform through our policies relating to health & safety, labour, diversity and inclusion, among others.
- The final element, 'G' or governance, relates to our corporate practices and policies that lead to effective decision making and legal compliance. Effective governance helps to best align the interests of all stakeholders and our activities as a company.

By pulling all three elements together, effective ESG directly facilitates our long-term business growth, helps us to attract the best industry talent, reduces costs, and creates a sense of trust amongst all of our stakeholders. This is why ESG is not something that is 'nice to do', it is something that if not done can affect the very existence of a business. And that is why I am glad that I am working with a company that recognises and embraces these responsibilities.

While we are still in the early stages of our ESG strategy, I am delighted that at the end of 2021 Akobo Minerals was shortlisted as 2021 ESG Explorer/Developer Mining Company of the Year by Mines & Money London, the premier European forum for mining investment and capital raising. This recognition of our efforts demonstrates that we are already moving the company in the right direction.

2022 will be a pivotal year for Akobo Minerals and I know that successfully implementing our ESG activities will be a major element in achieving our wider accomplishments. I am proud to be part of that journey and I hope that you will join us as we develop our ESG story for the benefit of all of our stakeholders.

Yours sincerely



Dr Cathryn MacCallum

Head of ESG Strategy, Akobo Minerals



2021 ESG report

2021 was the year in which Akobo Minerals set in place a number of strategic initiatives in order to meet its long-term aim to become a world class exploration and mining operation, with a business strategy that focuses on values as well as value. In keeping with these initiatives, Akobo Minerals has placed environmental social and governance (ESG) issues at the heart of its planning, with a strong and experienced Scandinavian management team working closely with the local workforce in Ethiopia.

Akobo Minerals has a very strong corporate focus on the importance of ESG. And that goes all the way from the board of directors down through the corporate level management and onward to each and every employee. At the operations level, the company now has an ESG manager, supported by an active ESG team with day-to-day responsibility for the environmental, social and governance aspects of projects on the ground. This is not something that is usual in other companies in the development phase.

Sustaining livelihoods

ESG is about reducing risk through working in a responsible way. Akobo Minerals, through its ESG strategy and associated programmes, is supporting the communities and the region that host its exploration and mining activities. It is working to extend and develop sustainable livelihood opportunities while preventing and reducing any potential local dependency on the project itself, which is critical from an investor's perspective in order to reduce long-term risk.

It is intended that the ESG program that Akobo Minerals is pursuing will measurably improve the environment of the area. The company is working to create stronger



Akobo Minerals is working tirelessly to build a world class exploration and mining operation.



Teamwork and team spirit are a vital element in the success of Akobo Minerals' Ethiopian operations.

environmental stewardship and more sustainable food security in the area. Throughout all its initiatives, it is continually working to reduce the potential risk of any breakdown in communications between its projects and the communities in which it is operating. This step-by-step approach to building dialogue is fundamental to retaining the support of the local community as projects expand – and is certainly a first for an operator in the region.

A valuable opportunity

As an ethical exploration company Akobo Minerals recognises that it can turn the complex challenge of ESG into a valuable opportunity. To this end, at the beginning of 2021, the company embarked on a partnership with Sazani Associates, a UK-based not-for-profit organisation specialising in natural resource governance, to undertake a thorough appraisal of natural resources use in the project area, as well as a local community analysis of needs. Sazani also undertook during the year a sustainable natural resource management plan (SNRMP). This was in addition to environmental and social management plans resulting from an environmental and social impact assessment (ESIA) the company was undertaking.

The SNRMP has been designed as a parallel self-sustaining initiative to the development of Akobo Minerals' gold mining project and will incorporate the following:

- The establishment of a governance structure to manage sustainable natural resource use
- Capacity building training for artisanal miners in health, safety & environment (HSE), technical skills and environmental safeguarding
- An agriculture and livestock extension to improve food security
- Youth and women's technical and financial literacy training to support enterprise development
- A healthy and sustainable life skills awareness program with community and schools; and
- The establishment of a carbon credit Payment for Ecosystem services scheme



Through its wide-ranging ESG program, Akobo Minerals will ensure its activities have a positive impact on the local community and environment.

Lasting benefits

The SNRMP has been prepared to sit alongside Akobo Minerals' long-term mining operation and provide lasting benefit to the communities living and working within the mining license area. The plan was drawn up based on a combination of desk-based research, remote sensing and community consultations to determine existing and planned natural resource use and opportunities to improve management of the natural resource base. The plan incorporates a series of potential actions identified through the study to be included in the SNRMP.

The SNRMP initiatives will provide long-term sustainable benefits to the community. This is in addition to Akobo Minerals' support to infrastructure development in the area.

As a further indication of Akobo Minerals' commitment to ESG and the recognition that ESG is a fundamental element in reducing risk right across the business, the company recently announced the appointment of Dr Cathryn MacCallum to the post of head of ESG. Dr MacCallum is a socio-economist with a PhD in

sustainable livelihoods and global learning. In a career already spanning over 25 years, she has developed integrated approaches to diversifying sustainable livelihoods and has delivered wide-ranging technical support and advice to poverty reduction and education projects across Europe, sub-Saharan Africa, and the Middle East & North Africa regions.

ESG responsibilities

The Akobo Minerals mining licence includes a number of ESG obligations that it has negotiated, including a designated proportion of royalties coming to the Gambella region and a commitment to support sustainable development initiatives in the project woreda (district). It also recognizes the need to work with the local community - extending shared values, though not with handouts, but with long-term initiatives that enable locals to build and improve their own community in a sustainable way.

In a real boost to its ESG program, towards the end of the year Akobo Minerals was shortlisted as ESG Explorer/Developer Mining Company of the Year at the

2021 Mines & Money London, the premier European forum for mining investment and capital raising. Organisations were considered based on how well they have developed a long-term sustainable ESG strategy, and the nominated companies were recognised as having successfully integrated ESG into this strategy in a meaningful manner. The shortlist of those companies was decided by a panel of both ESG and mining industry experts.

Akobo Minerals is proud to have been one of only six highly regarded companies from around the world shortlisted for its ESG activities by Mines & Money London. To be shortlisted for such a prestigious honour speaks volumes about the great strides taken during the year – in general as an exploration and mining operation; and specifically, in developing its ESG activities.

A range of initiatives


Every employee can be proud of the part they have played in helping to build a world class ESG program – one that is already benefiting the local population on the ground in Ethiopia where Akobo Minerals is successfully building its exploration and mining activities. ESG will always be at the heart of its corporate philosophy.

The role of Akobo Minerals is, first and foremost, to explore for and find gold – which has now extended to also becoming a mining entity. At the same time, it embraces its responsibility to the community in which it operates and the opportunity to develop its business hand-in-hand with ESG initiatives – putting them at the heart of its operation. In 2022 it will roll out its list of significant initiatives detailed in its ESG plans – initiatives ranging from technical and vocational training to infrastructure projects that will benefit the local community. With the support of every employee in the company, Akobo Minerals is determined to create an ESG program that is a model for both Ethiopia and the boutique mining sector.

Local job creation is a key principle of Akobo Minerals' long-term plans for the local community.







Responsibility statement

We confirm, to the best of our knowledge, that the financial statements for 2021 have been prepared in accordance with current applicable accounting standards, and give a true and fair view of the assets, liabilities, financial position and profit or loss of the entity and the group taken as a whole. We also confirm that the Report includes a true and fair review of the development and performance of the business and the position of the entity and the group, together with a description of the principal risks and uncertainties facing the entity and the group.

Gothenburg, 31.05.2022



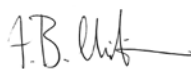
Hans Olav Torsen
Chairman of the Board



Jørgen Evjen
CEO



Helge Rushfeldt



Jørn Christiansen

JORC Code report

What is the JORC Code? As a best practice minerals exploration company, Akobo Minerals adheres to the globally recognized JORC Code (2012 edition). The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ('the JORC Code') is a professional code of practice that sets minimum standards for public reporting of minerals exploration results, mineral resources and ore reserves.

Public reports prepared in accordance with the JORC Code are reports prepared for the purpose of informing investors or potential investors and their advisors through annual and quarterly company reports, press releases, information memoranda, technical papers, website postings and public presentations.

The JORC Code is produced by the Australasian Joint Ore Reserves Committee ('the JORC Committee'). The JORC Committee is responsible for the development and ongoing update of the JORC Code.

The JORC Committee is a member of and works closely with CRIRSCO, the Committee for Mineral Reserves International Reporting Standards to ensure international consistency in the development of reporting standards and the promotion of best practice in implementation of the relevant standards and codes.

Core samples area key element in gaining an accurate resource estimate at Segele and Joru.

ED 94
FROM 155.00m

Box 32

TO 160.00m

SED 94

START

SED 94

FROM

Corporate governance

Akobo Minerals works continuously to maintain a high standard of corporate governance.

The board of directors recognises the crucial importance of effective corporate governance and will take all necessary steps towards complying with corporate governance guidelines with an emphasis on integrity, ethical guidelines and respect for people and the environment. Akobo Minerals continually documents all its activities by working with highly respected international firms for consulting, verification and audit.

The Norwegian Code of Practice

The Company intends to maintain a high level of corporate governance standards and will consider the implications of the Norwegian Code of Practice for Corporate Governance (the Code of Practice). The purpose of the Code of Practice is to clarify the respective roles of shareholders, board of directors and executive officers beyond the requirements of the legislation. As we develop as a company, we are in the process of developing our Corporate Governance framework in line with the Norwegian Code of Practice. Set out below are measures we are taking since the company completed its listing in 2021, particularly by having an effective board and management team to successfully take the company forward.



All of our successes will be a result of our commitment to our staff and to supporting the local community.

Board Responsibility and Company Activity

All successful companies are led by an effective and entrepreneurial board and this is no different at Akobo Minerals. The board's role is to promote the long-term sustainable success of the company, supporting all stakeholders - in particular generating value for shareholders and contributing to wider society. The board is responsible for establishing the company's purpose, values and strategy, and satisfy itself that these elements – along with its culture - are aligned. All directors will act with integrity, lead through example and promote the desired culture of the company. The board will ensure that necessary resources are available for the company to meet its objectives and measure ongoing performance against them. The board will also establish a foundation of sensible and effective controls to enable the company's risk to be evaluated and managed. In order for Akobo Minerals to meet its future responsibilities to shareholders and stakeholders, the board will ensure effective engagement with, and encourage participation from, these parties. The board should ensure that workforce policies and practices are consistent with the company's values and support its long-term sustainable success. The entire workforce should always feel that it is able to raise any matters of concern about the company.



Responsibilities

The chair leads the board and is responsible for its overall effectiveness in supervising and guiding the company. Akobo Minerals ensures that there is a clear division of responsibilities between the leadership of the board and the executive leadership of the company's operations. The board ensures that it has the policies, processes, information, time and resources it needs in order to develop the business effectively and efficiently.

Audit, risk and internal control

The company is establishing formal and transparent policies and procedures to ensure the independence and effectiveness of internal and external audit functions and to satisfy the board and management team of the integrity of financial and narrative statements. Coupled with this, the board will be responsible for always present a fair, balanced and understandable assessment of the company's position and prospects. The board - supported by the skills and knowledge of the management team - will establish procedures to manage risk, oversee the internal control framework, and determine the nature and extent of the principal risks that Akobo Minerals is prepared for to achieve its long-term strategic objectives.

Remuneration

A formal and transparent procedure is being developed to provide policy on executive remuneration for determining director and senior management remuneration. No director or management will be involved in deciding their own remuneration outcome. Directors and management of the company will exercise independent judgement and discretion when considering remuneration outcomes, taking account of company and individual performance, and wider circumstances.

Publication of Information

Akobo Minerals will publish interim reports for the first and third quarters, in addition to the half-yearly and annual reports. The company will ensure that half-yearly reports and interim reports for the first and third quarters are published as soon as possible and no later than three months after the end of the accounting period in question. Annual reports will be published in a timely manner and no later than five months after the end of the accounting period in question. The accounting principles that the company applies will be in accordance with Swedish accounting standards.



Top ten investors

Rank	Holding	%	Name
1	5 430 512	12,8 %	PIR INVEST HOLDING AS
2	3 343 398	7,9 %	NAUTILUS INVEST AS
3	3 080 783	7,2 %	BERNHD. BREKKE A/S
4	1 995 400	4,7 %	ABYSSINIA RESOURCES DEVELOPMENT AS
5	1 872 386	4,4 %	ESMAR AS
6	1 715 490	4,0 %	KØRVEN AS
7	1 667 662	3,9 %	JØRN CHRISTIANSEN
8	1 034 412	2,4 %	GH HOLDING AS
9	1 000 000	2,4 %	ATOLI AS
10	756 701	1,8 %	SKADI AS



Shareholder information

As of 31 December 2021, there were 42,512,606 issued Akobo Minerals shares. The shares are registered in a central securities depository register in accordance with the Swedish Central Securities Depositories and Financial Instruments Accounts Act (1998:1479). The Company has also registered its share in the Norwegian VPS system.

All shares, including the VPS shares, are freely transferable, meaning that a transfer of shares is not subject to the consent of the board of directors or any other corporate consents or rights of first refusal.

There are warrants outstanding in the company entitling the holders to acquire 2,677,000 new shares. The strike price for the warrants is in the range of SEK 2.5 to SEK 8.0, reflecting the current market price of the shares at the time of issue.

Pir Invest Holding AS, a company controlled by Hans Olav Torsen, Akobo Minerals' chairman, is the only company owning more than 10% of Akobo Minerals. Its ownership of 31.12.2021 shares equates to 12.8% of the company.

Chairman's note



Dear Shareholders,

2021 turned out to be another challenging year for the world as the Covid pandemic took its toll not only in terms of human health but also on disruptions in most activities ranging from travel bans to severe disruptions in global supply chains.

On top of the Covid crisis, Ethiopia suffered from a continuing armed internal conflict in the northern Tigray Province, some 550 kilometres from Addis Ababa, though 1500 kilometres from Akobo.

Ethiopia handled the Covid pandemic in a positive manner and the troubles in the Tigray region are, thankfully, moving towards a peaceful settlement.

So, what did the year, despite its dramatic events, bring to Akobo Minerals? I believe we managed pretty well. The Covid pandemic had limited effects on our operations, though travel restriction and supply chain issues did impact us to some extent. We still managed to continue our field operations in Akobo almost as planned and our head office in Addis Ababa pretty much operated as normal. The Tigray conflict directly affected some of our employees who originated from the area, but we now see a resumption of duties and normal life in Akobo.

For Akobo Minerals, 2021 turned out to be a transformative year, moving from being a pure gold exploration company to developing as fully-fledged gold mining operation. Based on the 2020 exploration success which led to the Segele discovery, most of our efforts have concentrated on bringing Segele from a promising discovery to a gold resource that can be

extracted in a profitable way - in simple terms: starting a mining operation. This required an intensive drilling campaign to delineate the gold zone to establish a reliable resource estimate that satisfies the strict international standards required for a mining decision. Three drilling rigs - our own rig and two contract rigs - were in almost continuous operation during the year. After 113 holes drilled and more than 8,000 drill samples analysed, we have de-risked the resource estimate, made a thorough investment and scoping study and decided to go ahead and build a gold mine.

To start a mining operation, you need a mining license from the Ethiopian Authorities that regulate the legal, economic and operational aspects and conditions for such an operation. This is by definition an extensive and bureaucratic process involving many stakeholders. However, Akobo Minerals has a history of excellent corporation with the Ministry of Mines that has resulted in a mining license that we see as balanced and beneficial to the Ethiopian State, the Gambela Region, the local Chamo community and Akobo Minerals.

We have set ourselves apart from most junior mining companies in that we have prioritised environmental, social and governance (ESG) issues from the outset. Following a detailed review of ESG in 2021, we have developed an extensive ESG strategy that encompasses

our mining licence obligations, as well as our wider ethos as a company that seeks to understand and support local values, extend shared value opportunities and contribute to the sustainable management of the area's natural resources. We were delighted to be acknowledged for our work in this area to date, by being nominated and shortlisted for the ESG prize award at the Money & Mines Conference in London. We also appointed Dr Cathryn MacCallum as our Head of ESG Strategy, an international ESG specialist, bringing with her more than 30 years' experience of working in rural Africa and natural resource governance.

2021 also represented a major step forward for the financial status of Akobo Minerals. Until then, Akobo Minerals had mainly been funded by a handful of private investors on a family and friends basis. The extensive drilling program necessary to move the Segele gold deposit from a very promising gold find to a proven and investable mining project required further funding and a broader investor base, resulting in the decision to go public through a share issue and listing of the company on the Euronext Stock Exchange in Oslo. This was successfully completed in the summer - with the NOK 50 million share issue oversubscribed - and the Akobo Minerals shares traded for the first time on 14 July 2021.

Last year saw a major increase in our Ethiopian operation, as our staff count grew to 38 employees - with the majority operating and located in Akobo. We have expanded and significantly improve our camp facilities, we have moved to new modern office premises in Addis Ababa and we have established a new airstrip which can accommodate airplanes up 11 passengers.

A big event took place in early March when the Minister of Mines, H.E Takele Uma, arrived at our airstrip with his team and, together with representatives from the Gambella region and the local Shama administration, laid down the foundation stone for the new Segele mine.

Our main efforts in 2022 will be to plan, finance and build the Segele mine in order to have the first gold produced and sold in the first quarter of 2023. This is an ambitious achievement which will require hard work and continued strong participation from our investors, employees and suppliers. Given the backing we have experienced so far, I feel confident that we will successfully reach this milestone - which will certainly be the most important in the company's history, to date.

In addition to building the gold mine, we will continue

our exploration program to find more gold. This will be both in proximity to the gold mine where we have good indications of more gold, and through more drilling on the large Joru prospect. We will also seek out many more new prospects within our license area where we have strong indications of gold mineralization. To this end, we have made a very favourable purchase of three second-hand - though first-class - drilling rigs from Sweden, which will be operational in Akobo by early autumn. This will significantly increase our drilling capacity at a much lower cost compared to contract drilling.

As I write, we are busy securing the contracts and sub-suppliers for the gold mine. On the back of this, we are preparing a funding round to finance the operation up to the point when we will be self-financed from our gold production. I trust that the steady operation and excellent results demonstrated so far will convince existing and new investors to invest the funds necessary to take the company forward from an exploration company to a cash-generating mining business.

As a closing remark, I would like to thank both our old and new shareholders for your continued support during 2021 in financing the operation. Our board and the management will continue to work hard to build shareholder value and we look forward to sharing further positive news with you from our operation in Akobo during 2022.

Yours sincerely



Hans Olav Torsen
Chairman of the Board

Board of directors



Hans Olav Torsen
Chairman

As well as occupying the position of Chairman at Akobo Minerals AB(AM), he also holds the similar position at PirlInvest Holding AS which is the largest shareholder in AM. Hans Olav Torsen also currently is on the Board of 10 other companies mostly tech and energy related companies. Earlier he also held the Chairman position in the publicly listed companies Roxar ASA and Corroocean ASA.

Hans Olav Torsen was the Founder and CEO of Seatex AS specializing in navigation, GPS positioning and instrumentation. Through mergers and acquisitions Seatex expanded, renamed

to Navia ASA and successfully listed at the Oslo Stock Exchange and later acquired by The Kongsberg Group. Torsen held a position as Senior Vice President Business Development at Kongsberg Group ASA following the acquisition.

As Cofounder and Senior Partner, Torsen started Proventure Management AS, a Seed Capital Fund Manager. Torsen was a Scientist - and later Chief Scientist - at the Norwegian Continental Shelf Institute.

Hans Olav Torsen received a M.Sc. In Cybernetics from the Norwegian University of Science and Technology. He is an elected Member of NTVA- the Norwegian Academy of Science and Technology.





Jørn Berle Christiansen
Board member

Jørn Berle Christiansen has more than 40 years' experience in applied geophysics, working for companies in the oil & gas and mineral industry both in exploration as well as in the service industry.

Jørn Berle Christiansen started his career as explorationist at Norsk Hydro AS, followed by 27 years at TGS-NOPEC ASA/PGS ASA, where he was part of the management team. In 2012 he took a position as Chief Technical Officer in Spectrum ASA. He retired in 2019.

Since 2009 Jørn Berle Christiansen has worked part time as geoscientist in Akobo Minerals AB and Kimberlitt AS.

Jørn Berle Christiansen has been elected to the board of several companies and is currently holding the following board positions:

- Akobo Minerals AB,
- Kimberlitt AS and
- PSS Geo AS

Jørn Berle Christiansen graduated with a Dipl. Geoph. degree from Technische Universität Clausthal in Germany.




Helge Rushfeldt
Board member

Helge Rushfeldt is the owner and general manager of Promin AS, a Norwegian-based consultancy in the mining and minerals industry. Helge Rushfeldt has worked for many of Norway's major mines and mineral processing facilities, including Titania AS, Norwegian Talc and Hustadmarmor AS.

Helge Rushfeldt has worked on several exploration projects and many projects developing from exploration, via financing towards production.

Helge Rushfeldt holds a Master of Science in Mineral Processing from the Norwegian University of Science and Technology (NTNU) in Trondheim, Norway.



The annual accounts and consolidated accounts

The annual accounts and consolidated accounts have been prepared in accordance with the Annual Accounts Act and present the financial position of both the parent company and the group for the year ending 31 December 2021 - and their financial performance and cash flow for the year, in accordance with the Annual Accounts Act. The statutory administration report is consistent with the other parts of the annual accounts and consolidated accounts.



Financial statement

The board of directors and CEO of Akobo Minerals AB present the following financial statements and consolidated financial statements for the financial year 2021.

Financial statement

2021

Group & Parent company

Development of the company's operations, results and position

Amount in SEK '000	2021	2020	2019
Group			
Revenue	-	-	83
Profit/(loss) after financial income and expenses, net	-9,860	-10,971	-1,047
Equity ratio	92	88	82
Parent company			
Revenue	-	-	20
Profit/(loss) after financial income and expenses, net	25,371	-28,727	-1,054
Equity ratio	98	84	83

Changes in equity

Group	Share capital	Contributed capital in excess of par	Balanced result incl. result for the year	Total equity
Opening balance 2021-01-01	1,279,525	78,474,745	-34,877,135	44,877,135
New issue	300,240	50,577,201,00		50,877,441
New issue expenses		-7,431,577		-7,431,577
Currency translation difference		623,527	728,063	1,351,591
Net profit or loss for the year			-9,860,497	-9,860,497
Closing balance 2021-12-31	1,579,765	122,243,897	-44,009,568	79,814,093

Parent company	Share capital	Contributed capital in excess of par	Balanced result	Net profit or loss for the year	Total equity
Opening balance 2021-01-01	1,279,525	55,410,344	-1,710,188	-28,726,617	26,253,064
New issue	300,240	50,577,201,00			50,877,441
Transfer of previous year's profit		-7,431,576.95	-28,726,617.00	28,726,617	-7,431,577
Net profit or loss for the year				25,370,690	25,370,690
Closing balance 2021-12-31	1,579,765	98,555,968	-30,436,805	25,370,690	95,069,618

Proposal for the allocation of the company's profit or loss

At the disposal of the annual general meeting	
Balanced result	68,119,163
Net profit or loss for the year	25,370,690

The Board proposes that the funds be allocated as follows	
Balanced in new account	93,489,853

For the other results and position of the group and the parent company, please refer to the following income statements and balance sheets with the related notes.

Income statement – group

01.01 – 31.12

Amount in SEK	Notes	2021	2020
Operating income			
Net turnover		-	-
Other operating income		-	-
Operating expenses			
Raw materials and supplies		-	
Other external costs		-5,547,038	-8,191,484
Staff costs	3	-5,021,913	-1,451,689
Operating profit		-10,568,951	-9,643,173
Results financial income and expenses, net			
Interest revenue and similar income statement items	6	6,340,481	203,638
Interest expense and similar income statement items		-5,632,027	-1,532,097
Profit/(loss) after financial income and expenses, net		-9,860,497	-10,971,632
Profit before tax		-9,860,497	-10,971,632
Net profit or loss for the year		-9,860,497	-10,971,632
Attributable to the parent company's shareholders		-9,860,497	-10,971,632
Non-controlling interests		-	-

Balance sheet – group

01.01 – 31.12

Amount in SEK	Notes	2021	2020
ASSETS			
Non-current assets			
Intangible assets			
Balanced expenditure on development projects and similar work	8	48,992,177	26,539,058
		48,992,177	26,539,058
Tangible fixed assets			
Machinery and other technical facilities	9	1,105,506	304,465
Tools and equipment and installations	10	601,636	21,254
		1,707,142	325,719
Total fixed assets		50,699,319	26,864,777
CURRENT ASSETS			
Short-term receivables			
Trade receivables		-	-
Tax receivables		-	-
Other receivables		1,876,580	1,094,442
Prepaid expenses and accrued income		410,156	124,246
		2,286,737	1,218,688
Cash and bank		33,367,571	19,302,549
Total current assets		35,654,308	20,521,237
TOTAL ASSETS		86,353,627	47,386,014

Balance sheet – group

01.01 – 31.12

Amount in SEK	Notes	2021	2020
EQUITY AND LIABILITIES			
Equity			
Share capital		1,579,765	1,279,525
Share premium reserve		122,243,897	78,474,745
Balanced result incl. result for the year		-44,009,568	-34,877,135
Equity attributable to the parent company's shareholders		79,814,094	44,877,135
Non-controlling interests		-	-
Total equity		79,814,094	44,877,135
Provisions			
Other provisions		825,113	-
Non-current liabilities		-	-
Other long-term liabilities		-	-
Current liabilities			
Trade payables		1,539,012	897,394
Current tax liability		-	-
Other liabilities		2,815,555	888,621
Accrued expenses and deferred income		1,359,853	722,864
		5,714,421	2,508,879
TOTAL EQUITY AND LIABILITIES		86,353,627	47,386,014

Income statement – parent company

01.01 – 31.12

Amount in SEK	Notes	2021	2020
Operating income			
Revenue Other		-	-
Operating income		-	-
Operating expenses			
Raw materials and supplies		-	-
Other external costs		-3,092,206	-5,857,144
Staff costs	3	-	-84,197
Operating profit		-3,092,206	-5,941,341
Results financial income and expenses, net			
Result from investments in group companies	4	25,053,243	-25,053,243
Interest revenue and similar income statement items	6	5,303,361	2,290,976
Interest expense and similar items		-1,893,709	-23,009
Profit/(loss) after financial income and expenses, net		25,370,690	-28,726,617
Profit before tax		25,370,690	-28,726,617
Net profit or loss for the year		25,370,690	-28,726,617

Balance sheet – parent company

01.01 – 31.12

Amount in SEK	Notes	2021	2020
ASSETS			
Non-current assets			
Financial assets			
Participations in group companies		22,073,570	5,994,250
		22,073,570	5,994,250
Total fixed assets		22,073,570	5,994,250
Current assets			
Short-term receivables			
Receivables from group companies		74,547,140	3,440,976
Other receivables		34,646	-
Prepaid expenses and accrued income		107,405	4,295
		74,689,191	3,445,271
Cash and bank		0	18,314,248
Total current assets		74,689,191	21,759,519
TOTAL ASSETS		96,762,761	27,753,769

Balance sheet - parent company

01.01 – 31.12

Amount in SEK	Notes	2021	2020
EQUITY AND LIABILITIES			
Equity			
Share capital		1,579,765	1,279,525
		1,579,765	1,279,525
Free equity			
Contributed capital in excess of par		98,555,968	55,410,344
Balanced profit or loss		-1,710,189	-1,710,188
Profit or loss for the previous year		-28,726,617	-
Net profit or loss for the year		25,370,690	-28,726,617
		93,489,852	24,973,539
Total equity		95,069,618	26,253,064
Provisions			
Other provisions		825,113	
Non-current liabilities		-	-
Other long-term liabilities		-	-
Current liabilities			
Trade payables		0	883,742
Liabilities to group companies		0	-
Other liabilities		253,968	386,963
Accrued expenses and deferred income		614,063	230,000
		868,030	1,500,705
TOTAL EQUITY AND LIABILITIES		96,762,761	27,753,769

Cash flow analysis - group

01.01 – 31.12

Amount in SEK	Notes	2021	2020
	12		
Profit before financial items		-10,568,951	-9,643,173
Adjustments for items not included in cash flow:		-	
Interest received		-	
Interest paid		-	
Taxpaid		-	
Cash flow from operating activities before changes in working capital		-10,568,951	-9,643,173
Cash flow from changes in working capital			
Increase/decrease in receivables		62,255	-8,149,268
Increase/decrease in current liabilities		3,243,765	-934,848
Cash flow from operating activities		-7,262,931	-18,727,289
Cash flow from investing activities			
Acquisition of tangible fixed assets		-1,381,423	149,212
Acquisition of intangible assets		-22,453,059	4,493,196
Cash flow from investing activities		-23,834,482	4,642,408
Cash flow from financing activities			
New issue		50,877,441	34,666,299
Issuance expenses		-7,431,577	-
Change loans			-2,813,471
Change in provisions		825,113	
Cash flow from financing activities		44,270,977	31,852,828
CASH FLOW FOR THE YEAR		13,173,564	17,767,947
Cash and cash equivalents at the beginning of the year		19,302,549	1,561,131
Exchange rate difference in cash and cash equivalents		891,458	-26,529
Cash and cash equivalents at the end of the year		33,367,571	19,302,549

Cash flow analysis - parent company

01.01 - 31.12

Amount in SEK	Notes	2021	2020
	12		
Profit before financial items		-3,092,206	-5,941,341
Adjustments for items not included in cash flow:			
Interest received			
Interest paid		-	-23,009
Taxpaid			
Cash flow from operating activities before changes in working capital		-3,092,206	-5,964,350
Cash flow from changes in working capital			
Increase/decrease in receivables		-58,860,345	-9,103,813
Increase/decrease in current liabilities		-632,675	217,402
Cash flow from operating activities		-62,585,225	-14,850,761
Cash flow from investing activities			
Acquisition of tangible fixed assets		-	-
Acquisition of intangible assets		-	-
Cash flow from investing activities		0	0
Cash flow from financing activities			
New issue		50,877,441	34,666,299
Issuance expenses		-7,431,577	-
Change loans			-2,813,471
Change in provisions		825,113	
Cash flow from financing activities		44,270,977	31,852,828
CASH FLOW FOR THE YEAR		-18,314,248	17,002,067
Cash and cash equivalents at the beginning of the year		18,314,248	1,312,181
Cash and cash equivalents at the end of the year		0	18,314,248

Notes

TO THE FINANCIAL STATEMENT. ALL AMOUNTS IN SEK 1,000 UNLESS OTHERWISE SPECIFIED

NOTE 1 / ACCOUNTING POLICIES

GENERAL ACCOUNTING PRINCIPLES

The financial statements have been prepared in accordance with the Swedish Financial Statements Act and the Swedish Accounting Standards Board's general guidelines BFNAR 2012:1 Financial statements and consolidated financial statements (K3) The accounting principles are unchanged compared to previous years.

Assets, provisions and liabilities have been valued at cost unless otherwise stated below.

CLASSIFICATION

Non-current assets, long-term liabilities and provisions consist essentially only of amounts expected to be recovered or paid after more than 12 months from the balance sheet date.

Current assets and current liabilities consist essentially only of amounts expected to be recovered or paid within 12 months of the balance sheet date.

VALUATION PRINCIPLES ETC.

Assets, provisions and liabilities have been valued at cost unless otherwise stated below.

INTANGIBLE ASSETS

Other intangible assets

The company has internally generated intangible assets. These are accounted for under the capitalisation model. All costs related to the development of internally generated intangible assets are capitalised and amortised over the estimated useful life of the asset.

DEPRECIATION AND AMORTISATION

Depreciation and amortisation are calculated on a straight-line basis over the estimated useful life of the asset. Depreciation and amortisation are recognised as an expense in the income statement.

2021	Group
The following depreciation periods are applied:	
Internally generated intangible assets:	
Balanced expenditure for development and similar work	5

TANGIBLE FIXED ASSETS

Property, plant and equipment are recognised at cost less accumulated depreciation and impairment losses.

DEPRECIATION AND AMORTISATION

Depreciation and amortisation are made on a straight-line basis over the estimated useful life of the asset as it reflects the expected consumption of the future economic benefits embodied in the asset. Depreciation is recognised as an expense in the income statement.

2021	Group	Parent company
Tangible fixed assets:		
Inventory, tools and installations	5	5

The difference between the depreciation mentioned above and the depreciation for tax purposes is recognised in the individual companies as accumulated excess depreciation, which is included in untaxed reserves.

IMPAIRMENT LOSSES - TANGIBLE AND INTANGIBLE FIXED ASSETS AND INVESTMENTS IN GROUP COMPANIES

At each balance sheet date, it is assessed whether there is any indication that an asset's value is lower than its carrying amount. If such an indication exists, the asset's recoverable amount is calculated.

FOREIGN CURRENCY

Foreign currency items

Monetary items denominated in foreign currencies are translated at the balance sheet day price. Non-monetary items are not recalculated but are recognised at the price on the date of acquisition. Translation of foreign operations

Assets and liabilities are translated into the reporting currency at the balance sheet day price. Revenues and expenses are translated at an average rate that approximates the actual rate on the trading date. Exchange differences arising on translation are recognised directly in equity.

FINANCIAL ASSETS AND LIABILITIES

Financial assets and liabilities are recognised in accordance with chapter 11 of BFNAR 2012:1. Recognition in and derecognition from the balance sheet

A financial asset or financial liability is recognised in the balance sheet when the entity becomes a party to the contractual provisions of the instrument.

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired or has been settled. The same applies when the risks and rewards incidental to ownership are substantially transferred to another party and the entity no longer has control of the financial asset. A financial liability is derecognised when the contractual obligation is discharged or cancelled. Purchases and sales of financial assets are recognised on the trading date.

Classification and valuation

Financial assets and liabilities have been classified into different assessment categories in accordance with chapter 11 of BFNAR 2012:1. The classification into different assessment categories is the basis for how the financial instruments are to be valued and how changes in value must be recognised.

Loans and receivables

Loans and receivables are financial assets that have fixed or determinable payments, but are not derivatives. These assets are valued at amortised cost. The amortised cost is determined on the basis of the effective interest rate calculated at the time of acquisition. Receivables are recognised at the amount expected to be collected, i.e. net of uncertain debts.

Other financial liabilities

Loans and other financial liabilities, such as trade payables, are included in this category. Liabilities are valued at amortised cost.

Foreign currency receivables and payables

Changes in exchange rates on operating receivables and payables are recognised in operating profit, while changes in exchange rates on financial receivables and payables are recognised in net financial income.

Consolidated financial statements

The consolidated financial statements include subsidiaries in which the parent company has direct controlling influence. Control normally exists when the parent company directly or indirectly holds more than 50% of the voting rights.

The consolidated financial statements are prepared under the acquisition method of accounting, which means that the taxed and untaxed equity of subsidiaries is included in the group's equity only to the extent that it accrues after the acquisition.

Foreign companies are translated using the current rate method, which means that assets and liabilities are translated at the current exchange rate on the end of the financial year, with the effects of this translation recognised directly in equity. The income statement is translated at the average exchange rate for the year and the effect is recognised in equity.

Business combination

The parent prepares an acquisition analysis as at the acquisition date to identify the group's cost of the investments and the subsidiary's assets, liabilities and provisions. Business combinations are recognised in

the group from and including the date of acquisition. The cost of the acquired entity is measured as the aggregate of the purchase price, i.e. the fair value on the acquisition date of assets paid, incurred or assumed liabilities and expenses directly attributable to the business combination. Examples of expenditure are transaction costs.

Transactions eliminated on consolidation

All intra-group transactions, intercompany balances and unrealised internal profits have been eliminated in their entirety.

NOTE 2 / RECLASSIFICATION

In 2022, a number of erroneous classifications were noted in the 2020 financial statements. These have been reclassified in the 2021 financial statements. Below is a description of them.

Income statement	2020	Reclassification	Balance thereafter
Raw materials and supplies	-3,218,529	3,218,529	-
Other external costs	-4,972,955	-3,218,529	-8,191,484

The above reclassifications are made in the parent company and the group. The following reclassifications relate to the group.

Balance sheet	2020	Reclassification	Balance then
Trade receivables	369,913 -	369,913	-
Tax receivables	552,513 -	552,513	-
Other receivables	1,876,580	922,426	2,799,006
Tax liabilities	38,223 -	38,223	-
Other liabilities	850,398	38,223	888,621

Cash flow analysis

In the parent company, the following has been reclassified:

Cash flow analysis	2020	Reclassification	Cash flow then
Cash flow from investing activities	16,079,320	-16,079,320	-
Cash flow from operating activities	-30,930,081	16,079,320	-14,850,761

In the group, the following has been reclassified:

Cash flow analysis	2020	Reclassification	Cash flow then
Cash flow from financing activities	24,842,383	7,010,445	31,852,828
Cash flow from operating activities	-11,743,373	6,983,916	-18,727,289
Exchange rate difference in cash and cash equivalents	-	-26,529	-26,529

NOTE 3 / STAFF

Average number of employees	2021		2020	
	Total	Of which men	Total	Of which men
Sweden	1	1	1	1
Ethiopia	34	19	31	16
Norway	3	2	2	2
Total	38	22	34	19

Akobo Minerals had a **total of 38** employees as at 31 December 2021, 34 of whom are based in Ethiopia and 4 in Scandinavia.

Salaries, remuneration etc.

Salaries, remuneration, social security costs and pension costs have been allocated as follows

Salaries, remuneration etc.	Group		Parent company	
	2021	2020	2021	2020
Board members and CEO:				
Salaries and remuneration	2,014,832	1,026,529	-	60,000
Bonus	274,931	86,846	-	-
Other employees:				
Salaries and remuneration	3,596,800	776,115	-	-
Social costs	148,215	24,197	-	24,197
- of which pension costs for board members and CEO	357,756	78,804	-	-
- of which pension costs for other employees	155,255	113,215	-	16
Total	6,034,777	1,913,687	-	84,197

Gender balance on the board	Group		Parent company	
	2021	2020	2021	2020
Number of board members				
- of which women	-	-	-	-
- of which men	3	3	3	3

The number of group board members is the number of board members of all group companies.

NOTE 4 / SHARE-RELATED PAYMENTS

Parent company

Akobo Minerals has issued three synthetic option plans to senior executives, one of which expired in 2021. The total number of options granted amounts to 30,800,000 in the plans, which run until 2023-10-12 (9,420,000 options) and 2024-06-18 (1,800,000 options).

The terms and conditions and changes to the option plans are set out below.

Parent company	2021		2020	
	Average redemption	Option price, SEK	Average redemption	Option price, SEK
Outstanding as at 1 January	0,109	28,935,000	0,086	19,580,000
Assigned	2,73	1,800,000	0,25	9,420,000
Forfeited	-	-	-	-
Redeemed expired	-	-	0,25	65,000
Expired	0,086	19,580,000	-	-
Outstanding as at 31 December	0,65	11,155,000	0,109	28,935,000

NOTE 5 / REMUNERATION TO AUDITORS

Remuneration of the appointed auditor has been paid as follows:

Services	Group		Parent company	
	2021	2020	2021	2020
Audit task	176,359		107,390	209,023
Other statutory audit services	-		-	-
Tax consultancy	-		-	-
Other services	43,417		-	-

NOTE 6 / RESULT FROM INVESTMENTS IN GROUP COMPANIES

	2021	2020
Reversal of impairment of receivables – Etno Mining	1,965,795	-
Reversal of impairment of receivables – ARD	7,008,128	-
Reversal of impairment of shares in ARD	16,079,320	-
Impairment of receivables – Etno Mining	-	-1,965,795
Impairment of receivables – ARD	-	-7,008,128
Write-down of shares in ARD	-	-16,079,320
	25,053,243	-25,053,243

NOTE 7 / INTEREST RECEIVABLE AND SIMILAR INCOME

	2021	2020
Group		
Interest income, group companies	-	-
Interest income, other	6,340,481	203,638
	6,340,481	203,638
Parent company		
Interest income, group companies	2,337,287	-
Interest income, other	2,966,075	-
	5,303,361	-

NOTE 8 / BALANCED EXPENDITURE ON DEVELOPMENT PROJECTS

	2021	2020
Group		
Accumulated acquisition values:		
-At the beginning of the year	28,110,223	20,595,087
Internally developed assets	24,168,994	7,515,136
At the end of the year	52,279,217	28,110,223
Accumulated depreciation:		
-At the beginning of the year	-1,571,165	-1,571,165
Depreciation for the year	-1,715,874	-
At the end of the year	-3,287,039	-1,571,165
Carrying amount at year-end	48,992,177	26,539,058

NOTE 9 / MACHINERY AND OTHER TECHNICAL FACILITIES

	2021	2020
Group		
Accumulated acquisition values:		
-At the beginning of the year	28,110,223	1,981,338
New acquisitions	858,064	96,502
At the end of the year	2,935,904	2,077,840
Accumulated depreciation:		
-At the beginning of the year	-1,773,375	-1,719,792
Depreciation for the year	-57,023	-53,583
At the end of the year	-1,830,398	-1,773,375
Carrying amount at year-end	1,105,506	304,465

NOTE 10 / EQUIPMENT AND TOOLS

	2021	2020
Group		
Equipment and tools	601,636	21,254
Carrying amount at year-end	601,636	21,254

NOTE 11 / INVESTMENTS IN GROUP COMPANIES

	2021	2020
-At the beginning of the year	5,994,250	22,073,570
Impairment loss	-	-16,079,320
Reversal of impairment	16,079,320	
Carrying amount at year-end	22,073,570	5,994,250

Parent company and group holdings of shares in group companies
Akobo Minerals AB owns 100% of Abyssinia Resources Development AS, which in turn owns 99,97% of Etno Mining PLC in Ethiopia.

Subsidiary / Org no / Seat	Shares number	%	Carrying amount	
			2021	2020
Abyssinia Resources Development AS	100	100	22,073,570	5,994,250

NOTE 12 / CASH FLOW STATEMENT

The composition of cash and cash equivalents is as follows:

Cash flow statement	Group		Parent company	
	2021	2020	2021	2020
Bank funds immediately available	100%	100%	-	100%

NOTE 13 / EQUITY

Share capital	Number of shares	Par value per share
Number/value at beginning of year	25 822 940	0,037159887
Number/value at year-end	42 512 606	0,037159931

NOTE 14 / CONTINGENT LIABILITIES

Etno Mining PLC has entered into a concession agreement with the Ethiopian government granting the right to explore for minerals in the Gambela region. The agreement provides for Etno Mining to restore land and natural areas in accordance with the Ethiopian government's restoration plan. The financial impact of these commitments is difficult to estimate.

NOTE 15 / CONTINGENT ASSETS

The group, through its subsidiary Etno Mining PLC, has the possibility to recover VAT expenses from the Ethiopian government if the operations will generate revenue in the future.

The Ethiopian State also guarantees that expenses incurred before the business became profitable in the Ethiopian company can be used to offset future profits of the business for tax purposes ("loss carry forward"). This is valid for 10 years from the date the expenditure was incurred.

The value of VAT expenses as at the balance sheet date is approximately SEK 1,6 million, which is included in the consolidated balance sheet as a receivable. Other financial effects are difficult to estimate.

NOTE 16 SIGNIFICANT EVENTS AFTER THE END OF THE FINANCIAL YEAR

In 2022, the exploration license with the Ethiopian state has been renewed in Etno Mining PLC.

Gothenburg, 2022.05.31



Hans Olav Torsen
Chairman of the Board



Jørgen Evjen
Managing Director



Helge Rushfeldt



Jørn Christiansen

Auditor's report

To the general meeting of the shareholders of
Akobo Minerals AB (publ)

Corporate identity number 559148-1253

Report on the annual accounts and consolidated accounts

Opinions

I have audited the annual accounts and consolidated accounts of Akobo Minerals AB (publ) for the year 2021.

In my opinion, the annual accounts and consolidated accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of parent company and the group as of 31 December 2021 and their financial performance and cash flow for the year then ended in accordance with the Annual Accounts Act. The statutory administration report is consistent with the other parts of the annual accounts and consolidated accounts.

I therefore recommend that the general meeting of shareholders adopts the income statement and balance sheet for the parent company and the group.

Basis for Opinions

I conducted my audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. My responsibilities under those standards are further described in the "Auditor's Responsibilities" section. I am independent of the parent company and the group in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled my ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinions.

Responsibilities of the Board of Directors and the
Managing Director

The Board of Directors and the Managing Director are responsible for the preparation of the annual accounts and consolidated accounts and that they give a fair presentation in accordance with the Annual Accounts Act. The board of Directors and the Managing Director are also responsible for such internal control as they determine is necessary to enable the preparation of annual accounts and consolidated accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts and consolidated accounts, the Board of Directors and the Managing Director are responsible for the assessment of the company's and the group's ability to continue as a going concern. They disclose, as applicable, matters related to going concern and using the going concern basis of accounting. The going concern basis of accounting is however not applied if the Board of Directors and the Managing Director intends to liquidate the company, to cease operations, or has no realistic alternative but to do so.

Auditor's responsibility

My objectives are to obtain reasonable assurance about whether the annual accounts and consolidated accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and generally accepted auditing standards in Sweden will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts and consolidated accounts.

As part of an audit in accordance with ISAs, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the annual accounts and consolidated accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinions. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of the company's internal control relevant to my audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors and the Managing Director.
- Conclude on the appropriateness of the Board of Directors' and the Managing Director's use of the going concern basis of accounting in preparing the annual accounts and consolidated accounts. I also draw a conclusion, based on the audit evidence obtained, as to whether any material uncertainty exists related to events or conditions that may cast significant doubt on the company's and the group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the annual accounts and consolidated accounts or, if such disclosures are inadequate, to modify my opinion about the annual accounts and consolidated accounts. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause a company and a group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts and consolidated accounts, including the disclosures, and whether

the annual accounts and consolidated accounts represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient and appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated accounts. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my opinions.

I must inform the Board of Directors of, among other matters, the planned scope and timing of the audit. I must also inform of significant audit findings during my audit, including any significant deficiencies in internal control that I identified.

Report on other legal and regulatory requirements

Opinions

In addition to my audit of the annual accounts and consolidated accounts, I have also audited the administration of the Board of Directors and the Managing Director of Akobo Minerals AB (publ) for the year 2021 and the proposed appropriations of the company's profit or loss.

I recommend to the general meeting of shareholders that the profit be appropriated in accordance with the proposal in the statutory administration report and that the members of the Board of Directors and the Managing Director be discharged from liability for the financial year.

Basis for Opinions

I conducted the audit in accordance with generally accepted auditing standards in Sweden. My responsibilities under those standards are further described in the "Auditor's Responsibilities" section. I am independent of the parent company and the group in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled my ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinions.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors is responsible for the proposal for appropriations of the company's profit or loss. At the proposal of a dividend, this includes an assessment of whether the dividend is justifiable considering the requirements which the company's and the group's type of operations, size and risks place on the size of the parent company's and the group's equity, consolidation requirements, liquidity and position in general.

The Board of Directors is responsible for the company's organization and the administration of the company's affairs. This includes among other things continuous assessment of the company's and the group's financial situation and ensuring that the company's organization is designed so that the accounting, management of assets and the company's financial affairs otherwise are controlled in a reassuring manner. The Managing Director shall manage the ongoing administration according to the Board of Directors' guidelines and instructions and among other matters take measures that are necessary to fulfill the company's accounting in accordance with law and handle the management of assets in a reassuring manner.

Auditor's responsibility

My objective concerning the audit of the administration, and thereby my opinion about discharge from liability, is to obtain audit evidence to assess with a reasonable degree of assurance whether any member of the Board of Directors or the Managing Director in any material respect:

- has undertaken any action or been guilty of any omission which can give rise to liability to the company, or
- in any other way has acted in contravention of the Companies Act, the Annual Accounts Act or the Articles of Association.

My objective concerning the audit of the proposed appropriations of the company's profit or loss, and thereby my opinion about this, is to assess with

reasonable degree of assurance whether the proposal is in accordance with the Companies Act.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with generally accepted auditing standards in Sweden will always detect actions or omissions that can give rise to liability to the company, or that the proposed appropriations of the company's profit or loss are not in accordance with the Companies Act.

As part of an audit in accordance with generally accepted auditing standards in Sweden, I exercise professional judgment and maintain professional scepticism throughout the audit. The examination of the administration and the proposed appropriations of the company's profit or loss is based primarily on the audit of the accounts. Additional audit procedures performed are based on my professional judgment with starting point in risk and materiality. This means that I focus the examination on such actions, areas and relationships that are material for the operations and where deviations and violations would have particular importance for the company's situation. I examine and test decisions undertaken, support for decisions, actions taken and other circumstances that are relevant to my opinion concerning discharge from liability. As a basis for my opinion on the Board of Directors' proposed appropriations of the company's profit or loss I examined whether the proposal is in accordance with the Companies Act.

Remark

The company has paid taxes and VAT too late on some occasions during the year.

Gothenburg on 2022.06.20



Johan Erickson

Authorized Public Accountant









#2022

MINNESOTA

Annual Report 2021

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