Hilbert Group AB (publ)

Annual Report 2024

Contents

Director's report

The Board of Directors and the CEO of Hilbert Group AB (publ), corporate ID No. 559105–2948 ("Hilbert Group" or the "company"), hereby submits the Annual Report and consolidated financial statements for the financial year 1 January 2024 to 31 December 2024. The company's registered office is in Stockholm, Sweden. The Annual Report has been prepared in Swedish krona. The company's shares are listed on Nasdaq First North Growth Market, Stockholm, since 27 October 2021.

This is a translation of the original Swedish version of the Annual Report. In the event of any discrepancy, the Swedish wording shall prevail.

INFORMATION ABOUT THE OPERATIONS

Hilbert Group is a quantitative investment firm connecting institutions with the digital asset markets. Hilbert's primary focus is asset management. The firm manages a range of quantitative investment solutions on behalf of institutional investors. Hilbert investment team consists of experienced professionals with significant algo-trading-investment and risk management experience across digital and advanced markets.

Hilbert Group's main activity, asset management, is supplemented by proprietary trading and strategic balance sheet investments in blockchain related equity. These supplemental activities have been chosen because they all deal with the Company's core competencies, which are investment activity and the underlying data processing and analysis driving that activity. They also have strong synergies with asset management.

ASSET MANAGEMENT

Hilbert Capital is the firm's asset management business. It is operated as a traditional regulated fund business. More specifically, Hilbert Capital specializes in the investment management and risk management of quantitative investment solutions which generate attractive returns by taking advantage of both alpha and beta trading opportunities in digital asset markets. Investors in Hilbert Capital's investment solutions are predominantly institutions.

Hilbert Capital's revenue is generated by charging a fixed management fee as well as a performance-related fee relative to a high watermark on assets under management. With respect to the specific level of fees charged, Hilbert Group currently adheres to the "hedge fund model" which is typically 2 percent per annum in management fees and a 20 percent performance fee. For each Hilbert fund there are several investable share classes whose fee structures vary around the standard model, depending on the circumstances under which an investor enters.

Hilbert Group currently offers the following funds:

Hilbert Digital Asset Fund / Hilbert V100 Fund

- **Inception:** the strategy has been running with capital since April 2017. In January 2019, the fund employing this strategy was established and opened to external investors.
- **Description:** Hilbert V100 is a fully risk-on, long-only strategy. Its objective is to maximize returns with a drawdown tolerance in line with the broad crypto-currency market. Hilbert V100 employs a combination of quantitative trading techniques, such as volatility trading, long-short trading and market-making.

  For internal fund naming consistency, Hilbert Digital Asset Fund changed its name to Hilbert V100.

Hilbert V30 Fund / Hilbert Multi Strategy Fund

- **Inception:** the strategy has been running capital since May 2022. In May 2023, the fund employing this strategy was established and opened to external investors.
- **Description:** Hilbert V30 is a convex upside strategy. Its objective is to maximize returns within a drawdown tolerance of 10–20%. Hilbert V30 employs quantitative trading techniques, such as volatility trading, long-short trading and market-making.

  V30 has converted into a Multi Strategy Fund effective April 2025, also changing its name accordingly and is currently investible.

  Hilbert Multi Strategy Fund employs a diversified approach to generating returns by leveraging multiple trading and investment strategies. The fund aims to minimize risk while capitalizing on various market conditions, ensuring steady performance across volatile cycles. The Hilbert Multi Strategy Fund employs a combination of quantitative trading techniques including algorithmic trading, arbitrage, market-making, trend following, and fundamental long-term investing. By combining different strategies, the fund utilizes advanced quantitative models, deep market analysis, and risk management techniques to optimize returns for investors.

Hilbert V1 Fund

- **Inception:** the strategy has been running with capital since May 2022. In August 2022, the fund employing this strategy was established and opened to external investors in October 2022.

  The Fund was operational throughout the year; fully returned its capital to investors in Q1 2025, and is no longer investible.
- **Description:** Hilbert V1 is a high alpha, low beta strategy. Its objective is to maximize returns within a drawdown tolerance of 10-12%. Hilbert V1 employs quantitative trading techniques, such as volatility trading, long-short trading, and market-making.

Byzantine BTC Credit Fund

- **Inception:** launched on 16 September 2024
- **Description:** the Xapo Byzantine BTC Credit Fund (the Fund) is a Bitcoin yield strategy, enabling Bitcoin holders to co-invest alongside Xapo Bank in a unique and diversified portfolio of high-quality, scalable Bitcoin lending opportunities. The level of yield delivered to investors by the Fund will vary over time, dependent on available lending opportunities which meet the Fund's investment criteria. The current yield on the portfolio is approximately 4.02% with 3,250 BTC under management.

Hilbert Liberty Fund

- **Inception:** the strategy has been running with capital since November 2023. In April 2025 the fund employing this strategy was established and opened to external investors.
- **Description:** The Hilbert Liberty Fund is a market-neutral strategy that generates alpha by exploiting inefficiencies in Bitcoin's interest rate curve. It utilises Artificial Intelligence and Machine Learning to generate the highest possible "Basis" from the spot and perpetual markets. It uses proprietary methods to capture yield on the BTC interest rate curve and arbitrages the volatility surface of BTC options and is long theta.

PROPRIETARY TRADING

Proprietary trading means trading part of Hilbert Group's own capital. Thus, this vertical is responsible for a portion of Hilbert Group's revenues not directly related client work. The objective of conducting proprietary trading is two-fold:

- To opportunistically deploy some of Hilbert's treasury to take advantage of favorable market environments. This type of deployment will only be done in highly liquid positions and will never utilize any net leverage.
- To test-drive the various strategies under development on real money before they get deployed into any of the investment funds.

The proprietary trading strategy is a mix of algorithmic, technical and discretionary fundamental trading. The revenue will be generated solely through capital appreciation in the underlying portfolio.

Having proprietary trading and asset management under the same roof might imply potential challenges from a conflict-of-interest point of view. Hilbert Group assess this risk on a regular basis and will continue to adhere to best practices in this respect, with full disclosure to investors if it is deemed that this risk is materially present. The Group has made its first proprietary trade during the fourth quarter of 2021, with high-frequency trading following in the 2nd quarter 2022 and continuing thereafter. Refer to accounting principles Note 1, XVII. Cryptocurrencies

EQUITY INVESTMENTS

Since inception, Hilbert Group has invested in three private companies within the blockchain ecosystem which the Group evaluates to offer attractive long-term growth potential and strategic synergies with the asset management activities. These investments are long-term, passive investments on Hilbert Group's balance sheet and are not related to the core asset management business. The investment process relies mostly on fundamental analysis of the underlying projects, technologies, and a thorough assessment of the quality and economic outlook of those projects.

As of 31 December 2024, Hilbert Group has the following investments on its balance sheet:

(I) 60% majority stake in COIN360 Global Ltd. COIN360 Global Ltd, was acquired in July 2021. COIN360 Global Ltd, owns and operates COIN360.com and associated domains. COIN360.com is a live aggregator website for cryptocurrency exchange data such as prices, returns and trading volumes. It also offers users many types of lists and diagrams to track different metrics for currencies and exchanges. COIN360.com ranks globally among the largest websites for this type of crypto data. The business model for COIN360.com is advertising/affiliates based. In 2024, the Group has made significant investments in Coin360.com, launched a revamped beta versions of Coin360.com with significant improvements to user experience and platform capabilities; looking now at the implementing subscription bases services, advanced customizable features and community driven content contributions. In partnership with Galactica and CT.com, the Group is also looking forwarding to the upcoming launch of Syntetika, a decentralised trading platform for tokenised real-word assets.

(II) 2.7% stake in HAYVN, a global investment bank based in Abu Dhabi specializing in digital assets. In December 2023, HAYVN had shifted it's ADGM licence status from active to inactive, confining its operations to its base in Cayman Island. Co-founder and CEO, Chris Flinos, stepped down and was replaced by the new CEO, Richard Crook. Hilbert Group has been closely following the developments of HAYVN since December 2023, and has at the time decided to write the investment to nil, until further information about it's potential litigation claims and the acquistion by DEUS X emerges. Further information has emerged post year-end 2024, in relation to financial services permissions as well as financial penalites imposed by the Abu Dhabi regulator on both the HAYVN group as well as it's previous CEO, Chris Flinos. None of these development have impacted the results of the Group for the period, and the investment was and is still held at nil as at 31 December 2024.

(III) A stake in Kvanta AB (formerly known as Capchap). Current shareholding stands at 4.35% following a share issue registered in April 2024. Kvanta AB offers equity management and corporate secretarial services on the blockchain. Kvanta's AB solution enables users to manage their share ledger, issuance of new shares, buying and selling of shares in private companies and other corporate actions on the blockchain. This means that the costly services currently provided by legal advisers can to a large degree be eliminated.

REVENUE AND RESULTS

Revenue amounted to kSEK 112,977.5 (kSEK 24,106.4), of which kSEK 103,199.5 (kSEK 17,910.7) from Proprietary trading in cryptocurrencies, kSEK 6,215.2 (kSEK 2,272.1) from Fund management as a result of increase in AUM and market performance and kSEK 3,562.7 (kSEK 3,923.7) from Coin360, mainly related to Advertising income.

Operating profit/loss amounted to kSEK -49,718.6 (kSEK -42,963.1), this following the deduction of total operating expenses and income of kSEK -162,696.2 (kSEK -67,069.5); mainly relating to cost of cryptocurrencies sold kSEK -103,199.5 (kSEK -17,910.7) and kSEK -59,496.7 (kSEK -49,158.8) relating to other expenses of which kSEK -17,287.6 (kSEK –14,823) are related to personnel expenses and kSEK -29,813.9 (kSEK -22,329) to other external expenses.

Personnel expenses increased mainly due to change in staff complement & ESOP when compared to the comparative period. Other external expenses have increased as a result of an increase amongst others in marketing, PR and media, commissions and other professional cost.

Other operating income and expenses kSEK -84.8 (kSEK 1,762.2) mainly reflects fair value adjustments of the crypto trading portfolio. Finance income is higher than prior year due to an increase in the USD/SEK exchange rate, resulting in unrealized exchange gains on intragroup receivables denominated in USD. Similarly, finance cost is lower than prior year due to a weaker USD/SEK exchange rate affecting the finance cost for the year 2024. Results for the period amounted to kSEK -43,329.3 (kSEK -48,870.4) of which kSEK -36,711.1 (kSEK -43,328.7) is attributable to parent company shareholders and kSEK -6,618.2 (kSEK -5,541.8) to non-controlling interest.

Balance sheet and cashflow

Total assets of the Group amount to kSEK 64,232 (kSEK 67,580.8) of which kSEK 41,634.3 (kSEK 41,440.1) relate to intangible assets and the right of use of assets; latter relating to leased office premises which Hilbert entered into for a 7-year period in the amount of kSEK 5,109.4 (kSEK 5,685.3).

Total equity amount to kSEK 23,101 (kSEK 33,472.7) of which kSEK 17,066.6 (kSEK 21,689.2) are attributable to parent company shareholders and kSEK 6,034.4 (kSEK 11,783.5) are attributable to non-controlling interest.

Net cash flow from operating activities amounted to kSEK -36,650.8 (kSEK -28,664.0), net cash used in investing activities amounted to kSEK -6,049.9 (kSEK -3,115.0). Net cash generated from financing activities amounted to kSEK 39,928.5 (kSEK 42,408.2).

At the end of the year Hilbert Group held kSEK 8,252.7 (kSEK 10,979.5) in cash and cash equivalents.

Multi-year overview

kSEK	**2024**	**2023**	**2022**	**2021**	**2020**
Revenue	112,978	24,106	26,950	9,186	149
Profit/loss before income tax	-43,329	-48,907	-39,175	-3,953	-788
Total Assets	64,232	67,581	84,450	114,979	2,761
Equity/assets ratio	36%	50%	82%	91%	11%

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

I. Additions to the Team & New members of the Board of Directors

i. Barnali Biswal joins Hilbert Capital, the asset management subsidiary of the Hilbert Group as its Chief Investment Officer; and thereafter appointed as CEO of Hilbert Group on 1 January 2025

On 8 February 2024, Barnali Biswal joined Hilbert Capital, the asset management subsidiary of the Hilbert Group AB as it's Chief Investment Officer. Barnali was at Goldman Sachs in London for 14 years as Managing Director and for the 3 years prior as Chief Investment Officer of Atitlan, the quantitative multi strategy crypto hedge fund based in London. Hilbert Investment team have worked closely behind the scenes with Barnali on strategy development. At Hilbert Barnali was initially responsible for the Investment Management and development of its quantitative trading strategies. Her appointment enabled Hilbert's quantitative research team, led by Dr. Magnus Holm, to focus 100% of its time in improving trading strategies and finding new alpha to be. Barnali Biswal was later appointed as CEO of Hilbert Group in January 2025. Refer to ii. below.

ii. Leadership Transition & new Board Member

On 27 November, Co-Founder Niclas Sandstrom announced Hilbert Capital CIO and former Goldman Sachs veteran Barnali Biswal as the new CEO of the Group, noting that he will remain in a strategic and operational role. Niclas Sandstrom stepped down from the CEO position as of 1 Jan 2025. The company' s board of Directors has appointed Barnali Biswal, previously serving as CIO of Hilbert Capital, as the new Chief Executive Officer for the Group as indicated in i. above. Niclas Sandstrom continues to hold an operative role in the company and also became a member of the board on 20 December 2024, during the Extraordinary General Meeting (EGM) of Hilbert Group AB (publ). In his strategic capacity he is focusing on corporate strategy, M&A, and Coin360 developments.

II. Financing

i. Hilbert Group AB carries out a directed issue of SEK 21.2 million

On 4 March 2024, Hilbert Group AB announced that it has carried out a directed issue of 5,300,000 B-shares at a subscription price of SEK4.00 per share. The subscription price corresponds to a discount of approximately 3.6 percent of the closing price on Nasdaq First North on March 1 and a discount of approximately 11.7 percent of the volume weighted average price of the Company's B shares on Nasdaq First North Growth during the period February 19–March 1, 2024. The Directed issue was subscribed by a group of investors in Norway and Sweden with subscriptions between SEK0.2 and 5 million. The Directed issue entailed an increase in the number of shares in the Company by 5,300,000 B-shares to a total of 60,895,995 shares divided into 8,500,000 A-shares and 52,395,995 B-shares and a dilution effect for current shareholders of approximately 8.70% of the share capital and 3.86% of the votes in the Company, calculated as the number of newly issued shares divided by the total number of shares after the Directed Issue.

ii. Hilbert Group carries out a directed share issue for payment of advisory fees

Hilbert Group carries out a directed share issue for payment of advisory fees. The

Board of Directors of Hilbert Group AB, has resolved, based on the authorisation by the AGM, on a directed share issue of 113,880 B-shares to ACAP Ltd. Payment for the shares was made by set-off of ACAP Ltd's agreed fees for advice in the new share issue in March 2024. Following registration of the new issue the number of shares in Hilbert Group amounts to 61,009,875 divided into 8,500,000 A-shares and 52,509,875 B-shares.

iii. Hilbert Group AB carries out a directed issue of SEK 20 million.

On 30 September 2024, Hilbert Group AB announced that is has carried out a directed issue of 4,444,445 B-shares at a subscription price of SEK 4.50, totalling proceeds of SEK 20 million before related transaction costs. The subscription price corresponds to a discount of approximately 10 percent of the closing price on Nasdaq First North on September 27 and a discount of approximately 15 percent of the volume-weighted average price of the Company's B-shares on Nasdaq First North Growth Market during the period September 16 – September 27 2024. The main part of the Directed Issue (approx. SEK 19 million) was resolved by the Board of Directors based on an authorization by the Annual General Meeting. The remaining part of the Directed Issue (approx. SEK 1 million) was subscribed by the Board member Frode Foss-Skiftesvik (together with another investor). This part was approved by an extraordinary general meeting, which took place on 18 October 2024. The Directed Issue was subscribed primarily by Norwegian investors; about half of them existing shareholders. The largest subscription was made by the new investor Alden AS (SEK 4 million). Of the existing shareholders, the largest subscription was made by Molcap/Qvist Holding (approximately SEK 3.2 million). The Directed Issue entailed an increase in the number of shares in the Company by 4,444,445 B-shares to a total of 65,454,320 shares divided into 8,500,000 A-shares and 56,954,320 B-shares. The share capital increases by SEK 222,222.25 from SEK 3,050,493.75 to SEK 3,272,716. The Directed Issue thereby entails a dilution effect for current shareholders of approximately 6.8 percent of the share capital and 3.2 percent of the votes in the Company, calculated as the number of newly issued shares divided by the total number of shares after the Directed Issue.

III. Acquisitions and Strategic Partnerships

i. Hilbert Group and Xapo Bank agree strategic Investment Partnership and Launch of Bitcoin Hedge Fund in excess of $200 Million.

On 27 August Hilbert announced that Hilbert Capital, the asset management division of Hilbert Group AB has entered into a strategic partnership with Xapo Bank, a leading global institution, to manage a newly established Bitcoin-denominated hedge fund. This partnership represented a major milestone in Hilbert Group's journey and reinforces its position as a leader in digital asset management. The Fund offers corporates, businesses and professional investors the opportunity to generate returns in BTC from institutional grade structured credit arrangements, which are not available to those participants directly in the market.

"We believe that offering the right products for participants in the space who are aiming not only for exposure for the Bitcoin price, but also structured ways to grow the Bitcoin value of those investments is a natural evolution of the asset class. Having the Fund operated with the right level of investment experience, security and operational integrity is fundamental and we see Hilbert as key partner in offering,” Joey Garcia, Director of Xapo Bank, said.

Over the last 12 months, Hilbert has developed a strategic partnership with Xapo Bank, a veteran in the Bitcoin space and tier-one financial institution in the digital asset space. Hilbert is 2 years into its 5-year plan of being a global-leading asset management firm.

“We have invested heavily in our investment and operations expertise and infrastructure to enable us to manage attractive investment solutions and partner with the world’s best financial institutions. Xapo is one of the very best”, Niclas Sandstrom commented. The launch of the Bitcoin Yield Fund was announced on the 16 September 2024, with 3,000 Bitcoins in initial investments, valued at SEK 1.75 billion at the time. The Fund enables investors with Bitcoin balance sheets to earn a high-quality and institutional grade yield on their holdings.

ii. **Strategic Business Agreement with Renowned Asset Manager Liberty Road Capital**
On November 26, Hilbert Group AB announced a landmark agreement involving Liberty Road Capital (LRC), a highly respected digital asset manager with a five-year track record and approximately $110 million (SEK 1.2 billion) in assets under management. Through this arrangement, Hilbert Group will assume control of Liberty Road’s asset management agreements, client relationships, intellectual property, and core team—effectively integrating LRC’s operations and capabilities into Hilbert’s growing investment platform.

The integration of Liberty Road Capital significantly enhances Hilbert Group’s strategic position in the digital asset space. In particular, it brings on board Russell Thompson—co-founder of LRC and previously co-founder of The Cambridge Strategy, a globally recognized hedge fund that managed up to $3.5 billion in assets. Thompson’s deep expertise in emerging markets, derivatives, and fund management will be instrumental in scaling Hilbert’s investment capabilities.

In addition, LRC’s co-founders Anna Dinescu and Tom Bowles add exceptional operational, technological, and quantitative strengths to the Group. Their combined experience will further support Hilbert’s ambition to broaden its strategy offering, particularly in derivatives and AI-driven trading, and accelerate our growth as a premier digital asset investment platform.

This transaction marks a significant step in Hilbert’s long-term strategy to strengthen its global footprint and deliver best-in-class investment solutions in the evolving digital asset landscape.

IV. Coin360

i. **Coin360 announces major overhaul and strategic partnership with 4+ Ventures**
On June 14, 2024 Hilbert Group announced that its subsidiary Coin360.com, the 60% majority owned subsidiary of Hilbert Group AB was set to undergo a transformative revamp, enhancing both its functionality and architecture; with the project to be spearheaded by the Stockholm based firm, 4+ Ventures.

ii. Coin360 enters strategic partnership and appoints Zingy Labs to lead global marketing efforts

Coin360 also formed a strategic partnership with Hong Kong based Zingy Labs - a Web3 marketing agency. The collaboration aimed to evaluate Coin360's user experience and expand its global reach by leveraging Zingy Labs' expertise in marketing and scaling services to enhance COIN360's market presence and a full buildout of its subscription services. The collaboration focuses on driving ad revenue through targeted campaigns and the promoting of COIN360 subscription services through the expert leadership spearheaded by Troy Cooper, the co-founder of Zingy Labs and former senior leader at Expedia Asia, with Zingly Labs deploying dynamic marketing tactics to deepen connections within COIN360's vibrant community and expand on the existing community. By leveraging content strategy, SEO, loyalty programs and key opinion leaders, the partnership aimed to amplify COIN360's visibility and user interaction.

iii. Hilbert Group Announces Comprehensive Reboot of Coin360.com

On 30 December 2024 Hilbert Group AB announced a comprehensive reboot of COIN360.com, its subsidiary dedicated to cryptocurrency market data and analytics, known for its iconic heatmap. The reboot introduces an array of new advanced features, enhanced user interfaces, and robust analytical tools designed to reinforce its position as a leading visual guide for digital asset market intelligence. The COIN360 platform now features user-created content and tools that will be rated/moderated by the Coin360 community itself. In connection, with the reboot, three new subscription tiers are to be introduced, and this will generate a new revenue stream for the website, on top of the existing advertising income.

COIN360.com currently has 2.2 million active users and 65 million page views so far this year. Examples of the new features are: Fully customizable and shareable dashboards Multifunctional profiles with advanced portfolio management Web3 integration and NFT marketplace for user-created tools Integrated news and articles for real-time insights Gamified point system for engagement and rewards In parallel to the user-created tools, a broad range of additional functionality will be rolled out over the months to come; including AI-predictors, trading assistants, strategy back-testing and

COIN360 anticipates subscriptions will become its primary revenue stream in 2025. This reboot is just the beginning of COIN360.com's evolution. Moving forward, the community itself will play a central role in creating content and tools. Additionally, we're leveraging cutting-edge AI solutions from our Liberty Road acquisition to enhance the platform further.

V. Other

i. Hilbert changed its certified adviser effective 1 January 2024

Hilbert changed its certified adviser effective 1 January 2024 signing a contract with Redeye AB. The announcement of this change was made by Hilbert on 23 December 2023.

ii. **Coinbase Asset Management selects Hilbert Capital to provide quantitative trading solutions for its global institutional and private client wealth base.**

On 1st January 2024, Hilbert Bitcoin Momentum Strategy was activated on Coinbase SMA, the firm's separate managed account platform; the strategy combines the benefits of Coinbase SMA, security, transparency and efficiency with Hilbert's applied quantitative research and alpha generation. The strategy is designed to systematically capute Bitcoin upside and reduce drawdowns, and was deveoped by Hilbert Senior Quantitative Strategist, Dr. Thierry Pudet.

iii. **Hilbert Group resolves to amend the Employee Stock Option Plan**

On 24 May 2024, Hilbert Group AB resolved to amend the Employee Stock Option Plan that was implemented pursuant to a resolution by the Annual General Meeting. The amendment meant that one third of the number of allotted options are vested each year during the term of the options and that the options can be exercised for subscriptions of new shares after vesting.

iv. **Hilbert Capital approved for investment by 3iQ as one of a handful hedge funds, out of over 100 crytpo hedge fund managers evaluated.**

On May 2, 2024 Hilbert announced that 3iQ Digital Assets ('3iQ') a global digital asset manager with approximately $1billion in assets under management (AUM), has announced the launch of the 3iQ Managed Account Platform (QMAP). Hilbert Capital was selected as one of a handful hedge funds for the mandate, out of over 100 crypto hedge fund managers evaluated.

v. **Hilbert Capital Selected by Stablecoin Issuer Reservoir as Collateral Source on 2 October, 2024**

Hilbert Capital, the asset management division of Nasdaq-listed Hilbert Group AB has been tapped by Reservoir Protocol to use a tokenized version of Hilbert Capital's V1 fund as collateral. Reservoir aims for their stablecoin, rUSD to have a market cap of at least $500million by year end. Leading research firm, Bernstein, estimates the stablecoin market to grow to $5 trillion over the next 5 years.

Nick Garcia, CEO and founder of Fortunafi, the platform tokenizing the Hilbert V1 fund commented, Hilbert boasts an exceptional team with a first-class trading operation and will be instrumental in helping expand Reservoir's reach. Leveraging the power of blockchain technology, the relentless rise of tokenisation and stablecoins, as well as the success of Hilbert's V1 fund, we know this latest integration will be well received.

vi. **Hilbert Capital Achieves 2024 Asset Under Management Target of $300 Million**

Hilbert Capital, the asset management division of Hilbert Group announced on 14 November 2024, that it achieved its 2024 asset under management (AUM) target of $300 million (SEK 3.3 billion) – a target that was set in 2022.

vii. **Hilbert Group Integrates Liberty AI to Redefine Digital Asset Management**

On 11 December 2024, Hilbert Group announced that it will integrate Liberty's advanced AI technology into the Hilbert ecosystem. The integration is aimed to revolutionise Hilbert's trading and analytical capabilities on the asset management side and pave way for new user centric products on the Coin360 side. Liberty AI has been at the forefront of leveraging cutting-edge technology in digital asset markets. By analysing millions of data points, Liberty AI generates predictive signals and trade ideas and highlights anomalies, offering unparalleled insights. The system's ability to scan spot, futures, and options markets has been instrumental in identifying trading opportunities, and guiding LRC's trading teams for execution. Hilbert Group will also integrate Liberty AI into its Coin360 platform, delivering a transformative experience to users such as: Hyper-Personalised Content: Using generative AI, Coin360 will provide content tailored to individual user interests, enhancing engagement and retention. Investment and Trade Scoring: Liberty AI's predictive capabilities will generate actionable scoring for any coin, equipping users with invaluable insights for investment decisions. AI Trading Co-Pilot: A future rollout will offer Coin360 users access to an AI powered trading assistant, mirroring the sophisticated tools used by our trading teams on the asset management side. Hilbert is currently exploring the potential of Liberty AI in market-making and other advanced trade- related services. These innovations will deepen the company's foot print in digital asset markets while continuously evolving the user experience.

THE PARENT COMPANY

Starting 2022, Hilbert Group AB's activities comprise certain group management services, group accounting, and investor relation activities. At period-end 31 December 2024, the company employed 3 (3) people.

Revenue amounting to kSEK 2,015.2 (kSEK 1,750.3) is related to the recharge of certain personnel expenses to subsidiaries.

Other external expenses kSEK -14,676.9 (kSEK -10,975.6) include recharges from other group entities for services performed. The increase is mainly due to an increase in recharges from related entities, an increase in costs specific to public relations and media; and other professional fees.

Personnel expenses amounting to kSEK -5,987.7 (kSEK-4,773.1) increased mainly due to amended terms and conditions for vesting of the options under the ESOP 2023 incentive scheme, resolved by the AGM on 24 May 2024. Vesting for ESOP 2023 started on grant date 1 July 2023. The implication of the amendment during 2024 is that one third of the number of allotted options vests each year during the term of the options and that the options can be exercised for subscription of new shares after vesting. The financial effect of the amendment of service conditions, and an increase in allotment of the options, is an increase in ESOP expenses by kSEK 271.4 from the date of the amendments. Refer to Employee benefits section in note 1 of the consolidated statements this report for further information about ESOP 2023 and the amendment.

Finance income amounting to kSEK 9,030.8 (kSEK 495.8) pertains to currency translation effects on receivables denominated in USD both for the year 2024, and to currency translation effects on liabilities for the comparison period 2023.

Finance cost amounting to kSEK -5,617.6 (kSEK-5,417.6) pertains to interest expenses and currency translation effects on a EUR-denominated 2 million Convertible Bond issued in April 2023. Refer to Note 22 Convertible bond of the consolidated statements for further information. Finance cost for the year also comprises a credit loss provision on receivables from group companies amounting to kSEK -2,258.4.

During 2024, Hilbert Group AB carried out directed issues of shares totaling kSEK 40,717.0 (kSEK 21,200.0) before transaction costs of kSEK — (kSEK-620.1). Refer to the section Directed Issues above for further details.

Parent company cash and cash equivalents amount to kSEK 8,102.3 (kSEK 10,232.2) at year-end.

In March 2025, thus after year-end 2024, Hilbert Group AB announced the successful closing of its previously announced agreement with Liberty Road Capital (LRC), a leading digital asset manager. The final transaction is settled through a share issue, with an initial 7.5% component and the possibility of additional equity being issued, up to a maximum of 30% of the current number of outstanding shares, depending on a number of factors, including the Hilbert Group market cap level. Refer to section Significant events after the reporting period below for further information.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Hilbert Group Hires Senior Copper Executive Ashley Moore as Managing Director of Hilbert Capital

Hilbert Group AB, announced on 7 January 2025 the appointment of Ashley Moore as Managing Director of Hilbert Capital. Ashley has over 20 years of experience as a trader, broker, business- and product developer. Before joining Hilbert Group, Ashley was senior trader and head of execution services at the custody- and brokerage firm Copper, where he helped establish Copper as a global leader in digital infrastructure. Prior to Copper, Ashley held various senior positions, including as an FX options broker at Cantor Fitzgerald and Tullet Prebon.

Barnali Biswal, CEO of Hilbert Group, commented: “We are thrilled to welcome Ashley to Hilbert Group. Ashley embodies a rare combination of deep expertise in product development, trading combined with an extensive global professional network.” Barnali continues: “Ashley will lead the efforts to expand and refine our product offerings and will be instrumental in further scaling Hilbert’s offerings in key markets globally. His addition reflects our commitment to delivering innovative solutions for our clients.”

Commenting on his new role, Ashley said: “Joining Hilbert Group is an exciting opportunity to be part of a team that is reshaping the digital asset landscape. With Hilbert’s robust investment strategy and forward-looking approach, I am eager to contribute to the development of products and trading strategies that meet the evolving needs of institutional investors.

Hilbert Group Announces Launch of Platform for Trading of Tokenized Equities and Popular Pre-IPO Shares such as SpaceX, OpenAI and Antrophic

On 7 February 2025 Hilbert Group announced that Hilbert Group, together with its subsidiary COIN360.com and partners Coin Telegraph and CT.com and Galactica.com, are aiming to revolutionize Real-World Asset (RWA) tokenization on-chain in a fully compliant fashion. What this means is that people will be able to buy and sell tokenized equities and popular pre-IPO stocks, such as SpaceX and OpenAI, using crypto – in a decentralized manner. This enables fractional ownership and increased liquidity for previously restricted investment opportunities.

Hilbert Group introduces Syntetika which is the world’s first crypto protocol designed for fully compliant on-chain spot trading of real-world equities and pre-IPO shares. In short, Syntetika is bridging real-world assets to decentralized finance. The new platform’s growth will be accelerated by COIN360.com’s large user base of 7 million visits per month.

A key building block in the platform is Galactica's Identity Virtual Machine (IVM), a cutting edge Web3 identity and compliance framework that ensures end-to-end legal adherence without compromising security or privacy. In other words, Galactica's technology retains privacy while offering fully regulated on-chain transactions.

Barnali Biswal, Hilbert Group CEO, commented "Tokenization of RWAs is the fastest growing area within crypto right now. It removes many of the inefficiencies around trading, settlement and audit etc. intrinsic to traditional finance rails. There is a reason Larry Fink, CEO of Blackrock, recently commented that tokenization could be 100x bigger than Bitcoin and why Boston Consulting Group estimates that the market value of tokenized assets could reach $16 trillion by 2030. We see many new potential revenue streams in these RWA solutions, bridging Web3 and Traditional Finance which is extremely exciting. We will provide more information about this project in the weeks to come."

Mike Sarvodaya, Co-founder and CEO of Galactica commented: "We are absolutely thrilled to build this platform together with Hilbert Group and revolutionize how tokenized real-world assets will be transacted on-chain, in a regulatory compliant way."

Hilbert Group Expands COIN360 with New Telegram Mini App

On 13 February 2025, Hilbert Group AB announced that COIN360.com has launched a Telegram Mini App to expand the COIN360 ecosystem and accelerate user growth and engagement.

Drawing on the success of community-driven platforms like Hamster Kombat, which reached over 300 million monthly active users at its peak, the COIN360 Mini App leverages similar engagement mechanics to captivate audiences, encourage active participation and sustain long-term user interest.

As a standalone application, the Mini App directs users through structured quests, prompting actions like visiting specific web pages or exploring new COIN360 and Syntetika features. Every such action generates points that can be exchanged for rewards later on, for example air drops of cryptocurrency and free subscriptions on COIN360. This targeted approach not only increases conversion but also boosts brand awareness and loyalty.

Furthermore, the COIN360 Mini App is designed to evolve, and the community input will shape its direction, reinforcing user-centric development. By connecting COIN360's web platform, Syntetika, and mobile users seeking a gamified crypto experience, the Mini App provides a unified brand journey—helping the community access essential tools and insights across various entry points, such as traditional websites, apps and social media.

Barnali Biswal, Hilbert Group CEO, commented: "The COIN360 Mini App is the type of multi-purpose gamified marketing that has proven to be very effective for creating engagement in a fun and very simple way. It takes the user along a journey where there are concrete rewards to be had in exchange for interaction with various parts of the COIN360 and Syntetika ecosystems.

Hilbert Group Announces Partnership with Leading Decentralised Finance (DeFi) Specialists – Private Pools Network

On February 19, Hilbert Group AB has entered into a strategic partnership with Private Pools Network (PPN) to build and launch Syntetika, a cutting-edge decentralized exchange (DEX) on Hilbert Group's RWA platform.

Private Pools Network brings a wealth of expertise to the table, having developed a fully functioning, code-audited automated market-maker that goes beyond standard DEX capabilities. Its core features include:

- Sophisticated balancing mechanisms with automatic rebalancing to improve capital efficiency for liquidity providers.
- A built-in module designed to arbitrage cross-exchange price discrepancies, enhancing liquidity and price stability within the Syntetika ecosystem.
- Proprietary methodologies that protect liquidity providers through revenue sharing and market-making incentives.

Barnali Biswal, Hilbert Group CEO, commented "Everything is coming together. We've already secured regulatory compliance and privacy functions through our partnership with Galactica. Now, by joining forces with Private Pools Network, we're building the decentralized marketplace itself. By integrating the Private Pools Network functionality with that of Galactica, Syntetika will become the most advanced and compliant RWA DEX on the market—ushering in a new era where DeFi meets TradFi on equal terms."

Bernardo Marques, CEO and CTO of Private Pools Network, added: "Hilbert Group's vision for the tokenization of real-world assets aligns perfectly with our mission to deliver enterprise-grade DeFi technology. Our proven automated market-making engine and advanced trading pool asset management will enable Syntetika to reshape how institutions and individuals trade real-world assets, changing global finance forever. We're thrilled to be working with Hilbert on this.

Strategic Business Agreement with Renowned Asset Manager Liberty Road Capital

On March 24, 2025 Hilbert Group announced the successful closing, integration and signing of its previously announced agreement with Liberty Road Capital (LRC), a leading digital asset manager with a five-year track record and approximately USD 110 million (SEK 1.2 billion) in assets under management.

The final deal is settled through a share issue with a 7.5% up-front component and additional equity awarded up to a maximum of 30% in total (relative to current number of outstanding shares), depending on a number of factors, including the Hilbert Group market cap level.

All of the AUM acquired from LRC is subject to hedge fund fee levels, i.e. some variations of the 2% management, and 20% performance fee model.

In the deal, Hilbert Group integrates all of LRC's business, intellectual property, and key personnel, and will from Q2 2025 onwards retain 100% of LRC gross earnings. As part of the deal closure, Russell Thompson will now join the Hilbert Group board.

Also, as part of the completion, Hilbert Capital in April launched two new hedge funds focusing on yield enhancing strategies, predominantly on top of Bitcoin.

"We are very happy to now have closed the deal and successfully integrated LRC into Hilbert" said Barnali Biswal, CEO of Hilbert Group. Ms. Biswal continues, "The income from LRC originated strategies on current AUM, will in itself propel Hilbert close to break-even numbers. In addition, we have $100m+ pipeline for those very strategies, at an advanced stage of the investment process."

Russell Thompson, CEO of LRC, comments: "This partnership marks a defining moment for both companies and for Hilbert's investors. By uniting Hilbert Group's broad resources, asset management platform, and brand name with LRC's proven strategies and deep market insight, we're now perfectly positioned to deliver strong growth and shareholder value creation."

Liberty Road Capital, founded in 2019 in Monaco, is regulated as an Approved Investment Manager (IBR/AIM/22/0725) under the BVI Financial Services Commission via the Securities and Investment Business Act (SIBA). Headquartered in the British Virgin Islands, the firm focuses on digital derivates trading and asset management. It employs data driven strategies and proprietary AI technology to optimise market opportunities. Its institutional grade infrastructure with strong risk management supports high-performance strategies in digital assets, including Bitcoin (BTC) and Ethereum (ETH).

Hilbert Group Intends to Appoint Former Saxo Bank CIO Steen Jakobsen to Board of Directors

Hilbert Group AB announced on 8 April that Steen Jakobsen, former Chief Investment Officer of Saxo Bank, will join the company's Board of Directors, effective following the company's Annual General Meeting on 13 June, 2025.

Jakobsen was a key figure in the journey that transformed Saxo Bank from a smaller broker into a global leader with over 1.2 million clients. Over his more than 20 years at Saxo Bank, he played a pivotal role in establishing the institution's reputation for insightful financial research and thought-provoking analysis. His blend of macroeconomic research and actionable trading insights helped position Saxo Bank as a trusted source for investors and traders globally. Prior to Saxo Bank, Jakobsen held senior positions at Citibank, Chase Manhattan, and UBS.

Barnali Biswal, Hilbert Group CEO, said: "We are excited to welcome Steen to our Board. His depth of experience and strategic insight will be instrumental as we continue scaling our digital asset strategies and accelerating the development of COIN360 and our broader DeFi ecosystem."

Steen Jakobsen commented: "Hilbert operates at one of the most exciting intersections in finance—where quantitative innovation meets blockchain technology. I look forward to supporting the team as we shape the next phase of growth and unlock new opportunities in digital finance."

Hilbert Group Announces Launch of Tokenized Bitcoin Yield Product and Platform Expansion Named Syntetika

On April 30 2025, Hilbert Group AB announced the launch of Syntetika, a significant expansion and strategic rebranding of its Syntetika platform, developed in partnership with Galactica.com. Syntetika serves as both a trading venue and a tokenization platform, enabling the compliant, decentralized trading of tokenized funds, real-world assets (RWAs), and native crypto assets. The platform's first product, hBTC (Hilbert BTC), offers a Bitcoin-native yield solution allowing users to earn a risk-managed return while holding synthetic Bitcoin. The platform will also introduce SYNT tokens to facilitate fractional ownership in tokenized RWAs, including high-profile pre-IPO equity such as SpaceX and OpenAI, with settlement in crypto.

Syntetika is designed to generate revenue through trading fees, a share of platform yields, tokenization services, lending/borrowing fees, and increased assets under management (AUM) for Hilbert's fund products. The platform is powered by Galactica's Identity Virtual Machine (IVM), ensuring full regulatory compliance while preserving user privacy. A phased rollout is planned, beginning with the launch of hBTC, followed by SYNT tokens and additional functionality in the coming months.

Hilbert Group AB (publ) has carried out a directed issue of SEK 20 million
Concluded on May 5, 2025, Hilbert Group AB (publ) announced the completion of a directed share issue of 4,166,667 B-shares at a subscription price of SEK 4.80 per share, raising approximately SEK 20 million before transaction costs. The issue was executed at a price equal to the closing share price on 2 May 2025 and represented a premium relative to the volume-weighted average price over the prior ten trading days. The proceeds will be used to strengthen the Group's balance sheet after the acquisition and integration of Liberty Road Capital, and to accelerate the development and go-to-market strategy for the Syntetika platform - Hilbert's newly launched tokenization and trading ecosystem.

The majority of the capital (approximately SEK 14 million) was raised under the Board's existing AGM authorization, while the remaining SEK 6 million, subscribed by board member and co-founder Niclas Sandström and other employees, is subject to approval following the company's AGM in 2025, in accordance with Lex Leo (Chapter 16 of the Swedish Companies Act). The Board opted for a directed issue rather than a rights issue, citing current market conditions, cost efficiency, and the likelihood that existing shareholders would not be able to fully participate in a pro rata offer. The decision followed a bookbuilding process and was deemed to best serve shareholders' interests.

The issue will result in a dilution of approximately 5.4% of the share capital and 2.7% of voting rights, taking into account the pending issuance of shares to Liberty Road Capital. This capital raise is a key component of Hilbert Group's strategy to achieve profitability from Q3 2025 onwards, supporting its growth trajectory and product expansion efforts.

Strategic Business Agreement with Renowned Asset Manager Liberty Road Capital
Subsequent to the reporting period, Hilbert Group AB concluded a transaction with Liberty Road Capital pursuant to an agreement signed in March 2025. Under the terms of the agreement, specific assets — including investment management agreements, associated business-related infrastructure, and the assets under management — were transferred to Hilbert Capital.

In exchange for the stated assets, 28,051,852 Series B shares of Hilbert Group AB will be issued to Liberty Road Capital. Of this total, 7,012,963 shares are to be issued in May 2025, while the remaining 21,038,889 shares are subject to Hilber Group AB market capitalization milestones. These milestone-based tranches are contingent upon Hilbert Group AB reaching market capitalizations of USD 60 million, USD 80 million, and USD 100 million, respectively, as outlined in the agreement.

The equity instruments are further subject to service conditions and vesting provisions linked to the continued service of key individuals associated with Liberty Road. Accordingly, the transaction will be recognised in the Q2 2025 Quarterly Report, in line with the timing of the equity registration and legal completion.

PROPOSED APPROPRIATION OF NON-RESTRICTED EQUITY

Non-restricted equity in the Parent Company at the disposal of the Annual General Meeting, in SEK:

Share premium reserves	149,983,813
Retained earnings	- 37,302,902
Profit/loss for the year	- 15,399,875
Total	**97,281,036**

The Board of Directors proposes that the following amount be carried forward: 97,281,036 SEK.

SHAREHOLDERS 2024-12-31

Owner	HILB A	HILB B	Capital	Votes	Verified
Magnus Holm & companies	1,684,300	8,125,220	15.04%	17.62%	09/08/2024
Niclas Sandström & companies	1,180,250	6,941,957	12.45%	13.23%	07/03/2023
Frode Foss Skiftesvik & companies	3,264,800	1,757,299	7.70%	24.28%	31/12/2022
Derivat Invest AS	850,000	2,256,259	4.76%	7.59%	31/12/2022
Red Acre Holdings Ltd.	—	2,022,000	3.10%	1.43%	31/12/2022
Hans Peter Bermin	419,050	1,421,681	2.82%	3.96%	23/12/2024
F2 Funds & Financial Funds	—	1,750,000	2.68%	1.23%	23/12/2024
Erik Nerpin	—	1,590,000	2.44%	1.12%	23/07/2024
Nordnet Livsforsikring AS	—	1,553,655	2.38%	1.10%	23/12/2024
Storstad AS	—	1,041,948	1.60%	0.74%	23/12/2024
Thierry Pudet	207,400	550,522	1.16%	1.85%	31/12/2022
Tigerstanden AS	—	1,000,000	1.53%	0.71%	23/12/2022
Edvin Austbo	—	888,889	1.36%	0.63%	23/12/2024
Others*	894,200	25,830,890	40.97%	24.53%	23/12/2024
Total	**8,500,000**	**56,730,320**	**100.00%**	**100.00%**	

Source: Monitor Sweden adjusted for *. Due to administrative reasons there is currently a discrepancy between the registered number of shares in the company register maintained by the Swedish Companies Registration Office and the share register maintained by Euroclear Sweden.

OTHER INFORMATION

Risks and uncertainties

Hilbert Group faces a number of risks and uncertainties that may directly or indirectly impact operations. These uncertainties include risk factors particularly related to trading of digital assets as well as regulatory and legal risks, as the digital assets industry is largely unregulated or lightly regulated in most countries. For a more detailed description of risks and uncertainties, refer to the Hilbert Group Company Description dated October 21, 2021, available on www.hilbert.group.

Going Concern

The Board of Directors has prepared the financial statements based on the assumption that the business will continue as a going concern. Hilbert Group showed negative cash flow during the 2024 financial year but has good access to the capital market and has been able to secure its working capital needs on several occasions through small new issues, most recently in May 2025 through a new issue of shares totaling MSEK 20. During the next twelve months, Hilbert Group must also refinance a loan of approximately MSEK 27, which is due for payment in April 2026. Hilbert Group's management is already in advanced negotiations for additional financing and is convinced that the refinancing will be successful. Given the current turbulent financial market, however, there is always significant uncertainty about whether the financing will be successful before a binding agreement has been entered into.

Share Capital and Formation of Hilbert Group

Hilbert Group was formed in 2021 when the current parent company, Hilbert Group AB, acquired HC Holding Limited (a Company incorporated & registered under the laws of Malta with Company Registration Number C89451) and its wholly owned subsidiaries, also carrying out a private placement of shares and warrants whereby Hilbert Group raised kSEK 88,000. Hilbert Group AB was a dormant company which had not conducted any business from its formation to its acquisition of HC Holding Limited.

Prior to the acquisition of HC Holding Limited, Hilbert Group carried out a private placement of kSEK 88,000. The private placement was made in the form of 8,800,000 units. The issue price for one unit was SEK 10. One unit included one B-share and one warrant of series 2021/24, "TO 1B". Each warrant entitled the holder to subscribe for one new B-share in the Company. The exercise price was SEK 15 during the period 1 October 2021 – 31 October 2022, and SEK 20 during the period 1 November 2022 – 31 October, 2024.

A total of 10,700,000 warrants TO 1B, including the above-mentioned 8,800,000 TO 1B, were outstanding on the expiration date 31 October 2024.

Chief Executive Team

Barnali Biswal
Chief Executive Officer, Hilbert Group

Barnali has over two decades of experience in successfully trading risk-managed sizable portfolios for institutional investors globally. Barnali previously worked as Managing Director of Goldman Sachs running its high-yield credit trading business ($1bn+ portfolio). Prior to joining Hilbert as Chief Investment Officer of Hilbert Capital, Barnali worked as Chief Investment Officer for quantitative multi-strategy crypto hedge fund Atitlan in London. Barnali stepped into the role of Chief Executive Officer of Hilbert Group effective 1 January 2025.

Dr. Niclas Sandström
Board Member & Co-Founder, Hilbert Group

Niclas has over 20 years of experience in hedge funds and investment banks. Before co-founding Hilbert, he held senior roles in risk management and quantitative analysis. Niclas has been trading in cryptocurrency markets for more than six years. Previous employers include Finisterre Capital, Barclays Capital, and Credit Suisse First Boston. Niclas holds a Ph.D. in theoretical physics from Chalmers University of Technology. Niclas was appointed as Board Member of Hilbert Group on 20 December 2024.

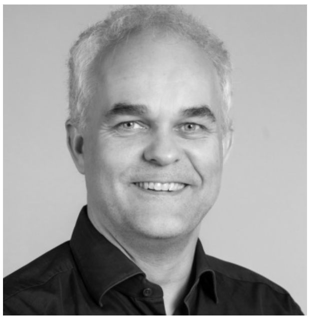
Dr. Magnus Holm
Chief Investment Officer & Co-Founder, Hilbert Group

Magnus has over 20 years of experience developing trading strategies and statistical- and risk models for betting systems. Magnus has been trading cryptocurrencies for the past seven years and leads the algorithmic trading program in Hilbert. He has co-authored several research papers with Dr. Hans-Peter Bermin, outlining the fundamental mechanisms behind the trading strategies that the firm deploys. Magnus holds a Ph.D. in theoretical physics from Chalmers University of Technology.

Sylvana Sciberras
Chief Financial Officer, Hilbert Group

Sylvana has over 20 years of experience in hedge funds and financial services. She previously held roles as Head of Finance, General Manager, and Compliance Officer for the Finisterre Group. Sylvana is an accredited Auditor and has spent over a decade with Deloitte in senior roles; whereby she was also entrusted with the operations of the Audit Department. Sylvana holds a Bachelor of Accountancy (Hons) and a Bachelor of Commerce from the University of Malta.

New appointment

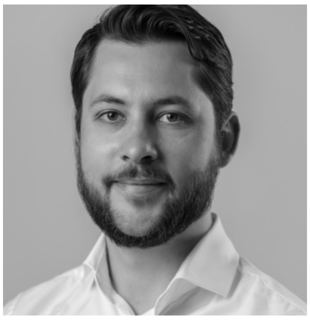


Dr. Hans-Peter Bermin
Chief Risk Officer,
Hilbert Group

Hans-Peter brings 20 years of experience from investment banks and hedge funds. Before Hilbert, he held senior roles at JPMorgan, Morgan Stanley, and Capula, leading risk management and product development teams within the fixed-income and equity space. Hans-Peter has been in the cryptocurrency markets for the last four years. Hans-Peter holds a Ph.D. in financial mathematics from Lund University and has recently co-authored several research papers with Dr. Magnus Holm.

Mark Adams
Chief Legal and Compliance Officer,
Hilbert Group

Mark has over 15 years of legal experience and has been a lawyer, director, legal representative and company secretary at various market leading firms. Previous roles include: Head of Legal for William Hill International for over 3 years and General Counsel and Head of Compliance for The Multi Group Ltd where he was responsible for all legal, regulatory, data protection and corporate matters for the group's B2B and B2C businesses. Mark has a Masters in law, CIPP/E as well as numerous compliance qualifications.



Gijs Burgers
Chief Operating Officer,
Hilbert Group

Gijs Burgers has over ten years of boardroom consulting experience in the financial sector. He has been involved with cryptocurrencies since early 2013 and has worked non-stop for over ten years with blockchain technology. Before joining Hilbert, Gijs was a senior consultant and manager at strategy consulting company Innopay, a corporate strategist at APG, and he co-founded several companies in the fintech space, of which EQT-backed "Onramper" is the most prominent. Gijs holds two Master's degrees from Erasmus University Rotterdam and Tilburg University.

Ashley Moore
Managing Director,
Hilbert Capital (Asset Management)

Ashley has over 20 years of experience as a trader, broker, business and product developer. Before joining Hilbert Group, Ashley was senior trader and head of execution services at Copper where he helped established Copper as a global leader in digital infrastructure. Prior to Copper, Ashley held various senior positions, including as an FX options broker at Cantor Fitzgerald and Tullet Prebon.

Consolidated statement of comprehensive income

kSEK	Note	2024	2023
Revenue	4	112,977.5	24,106.4
Cost of cryptocurrencies sold		-103,199.5	-17,910.7
Other external expenses		-29,813.9	-22,329.0
Personnel expenses	5	-17,287.6	-14,823.0
Depreciation, amortisation, impairment and fair value adjustment	10, 11, 12	-12,310.4	-13,769.1
Other operating income and expenses	6	-84.8	1,762.2
Operating profit/loss		**-49,718.6**	**-42,963.1**
Finance income		10,069.2	495.8
Finance cost		-3,679.8	-6,440.2
Net financial items	**7**	**6,389.4**	**-5,944.4**
Profit before income tax		**-43,329.3**	**-48,907.4**
Income tax expense	8	—	37.0
Profit/loss for the year		**-43,329.3**	**-48,870.4**
Profit/loss is attributable to:			
Parent company shareholders		-36,711.1	-43,328.7
Non-controlling interests		-6,618.2	-5,541.8
		-43,329.3	**-48,870.4**
Other comprehensive income			
Items that may be reclassified to profit or loss (net of tax):			
Exchange differences on translation of foreign operations		-6,196.7	2,545.1
Net other comprehensive income that may be reclassified to profit or loss		**-6,196.7**	**2,545.1**
Items that will not be reclassified to profit or loss (net of tax):			
Net gain/loss on equity instruments designated at fair value through other comprehensive income		-3,490.6	-10,897.2
Net other comprehensive income that will not be reclassified to profit or loss		**-3,490.6**	**-10,897.2**
Other comprehensive income, net of tax		**-9,687.3**	**-8,352.1**
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		**-53,016.5**	**-57,222.6**
Total comprehensive income is attributable to:			
Parent company shareholders		-47,267.4	-51,308.5
Non-controlling interests		-5,749.1	-5,914.1
		-53,016.5	**-57,222.6**
Earnings per share attributable to parent company shareholders, SEK	9		
Basic earnings per share		-0.60	-0.83
Diluted earnings per share		-0.60	-0.83
Number of shares at year-end		65,230,320	55,595,995
Weighted number of share before and after dilution		60,717,477	52,218,802

Consolidated balance sheet

kSEK	Note	31 December 2024	31 December 2023
ASSETS			
Non-current assets			
Equipment	10	1,482.6	1,721.3
Right-of-use assets	11	5,109.4	5,685.3
Intangible assets	12	36,524.9	35,754.9
Financial assets	13	1,024.8	4,250.4
Total non-current assets		**44,141.7**	**47,411.9**
Current assets			
Inventory of cryptocurrencies	15	5,400.8	5,221.9
Other receivables	13	3,488.8	1,245.1
Receivables from related parties	13	1,837.0	1,401.4
Prepaid expenses and accrued income	16	1,110.9	1,321.1
Cash and cash equivalents	13, 17	8,252.8	10,979.5
Total current assets		**20,090.4**	**20,168.9**
TOTAL ASSETS		**64,232.0**	**67,580.8**
EQUITY AND LIABILITIES			
Equity	19		
Share Capital		3,261.5	2,779.8
Share issue in progress		5.6	—
Additional paid-in capital		149,343.5	107,186.0
Other reserves		-17,284.3	-6,728.0
Retained earnings		-118,259.7	-81,548.7
Equity attributable to parent company shareholders		**17,066.6**	**21,689.2**
Non-controlling interests		6,034.4	11,783.5
Total equity		**23,101.0**	**33,472.7**
Non-current liabilities			
Lease liability	11	4,831.5	5,422.3
Total non-current liabilities		**4,831.5**	**5,422.3**
Current liabilities			
Convertible bond	13, 22	26,890.5	23,539.9
Lease liability	11	1,093.9	701.7
Trade payables	13	3,108.4	1,451.8
Other current liabilities	13	963.1	333.4
Accrued expenses and deferred revenue	20	4,243.7	2,659.1
Total current liabilities		**36,299.5**	**28,686.0**
TOTAL EQUITY AND LIABILITIES		**64,232.0**	**67,580.8**

Consolidated statement of changes in equity

	Attributable to parent company shareholders							
kSEK	**Share capital**	**Share issue in progress**	**Other paid-in capital**	**Other reserves**	**Retained earnings**	**Total**	**Non-controlling interest**	**Total equity**
Balance at 31 December 2022	**2,440.0**	**—**	**86,110.0**	**1,251.8**	**-38,220.0**	**51,581.8**	**17,697.6**	**69,279.5**
Profit/loss for the period	—	—	—	—	-43,328.7	-43,328.7	-5,541.8	-48,870.4
Other comprehensive income	—	—	—	-7,979,8	—	-7,979.8	-372.4	-8,352.1
Total comprehensive income for the year	**—**	**—**	**—**	**-7,979.8**	**-43,328.7**	**-51,308.5**	**-5,914.1**	**-57,222.6**
New share issues	339.8	—	20,860.2	—	—	21,200.0	—	21,200.0
Transaction costs related to share issues	—	—	-620.1	—	—	-620.1	—	-620.1
Value of conversion rights	—	—	259.7	—	—	259.7	—	259.7
Stock options IFRS 2	—	—	576.2	—	—	576.2	—	576.2
Balance at 31 December 2023	**2,779.8**	**—**	**107,186.0**	**-6,728.0**	**-81,548.7**	**21,689.2**	**11,783.5**	**33,472.7**
Profit/loss for the period	—	—	—	—	-36,711.1	-36,711.1	-6,618.2	-43,329.3
Other comprehensive income	—	—	—	-10,556.3	—	-10,556.3	869.0	-9,687.3
Total comprehensive income for the year	**—**	**—**	**—**	**-10,556.3**	**-36,711.1**	**-47,267.4**	**-5,749.1**	**-53,016.5**
New share issues	481.7	—	40,235.3	—	—	40,717.0	—	40,717.0
New share issues in progress	—	5.6	498.4	—	—	504.0	—	504.0
Stock options IFRS 2	—	—	1,423.8	—	—	1,423.8	—	1,423.8
Balance at 31 December 2024	**3,261.5**	**5.6**	**149,343.5**	**-17,284.3**	**-118,259.8**	**17,066.6**	**6,034.3**	**23,101.0**

Fair value on grant date 1 July 2023 of incentive scheme ESOP 2023 stock options vested during the period is presented as Other paid-in capital.

Consolidated statement of cash flows

kSEK	Note	2024	2023
Cash flow from operating activities			
Profit/loss before tax		**-43,329.3**	**-48,907.4**
Adjustments for items not affecting cash:			
Depreciation of equipment and right-of-use assets		1,584.2	1,559.5
Amortisation, impairment and fair value adjustment of intangible assets		10,726.2	12,216.5
Proceeds from cryptocurrency reported as intangible assets		1,455.2	6,931.8
Purchase of cryptocurrency reported as intangible assets		-3,604.4	-6,716.1
Fair value adjustments - cryptocurrency trading portfolio		321.0	-1,507.1
Change in accrued interest		2,569.2	1,648.4
Unrealized exchange rate differences		-9,945.1	3,880.7
Other items		1,423.8	835.9
Taxes paid		—	-87.1
Cash flow from operating activities before changes in working capital		**-38,799.1**	**-30,145.0**
Changes in working capital			
Inventory		—	4,334.0
Receivables		-2,007.9	-3,057.5
Payables		4,156.2	204.5
Cash flow from changes in working capital		**2,148.4**	**1,481.0**
NET CASH USED IN OPERATING ACTIVITIES		**-36,650.8**	**-28,664.0**
Cash flow from investing activities			
Purchase of equipment		-116.0	-554.0
Capitalized development and other items		-9,192.6	-2,279.1
Purchase of intangible assets - cryptocurrencies		-1,090.0	-281.9
Sale of intangible assets - cryptocurrencies		4,348.7	—
Net cash used in investing activities		**-6,049.9**	**-3,115.0**
Cash flow from financing activities			
Proceeds from issue of share capital		40,696.0	21,200.0
Principal elements of lease payments		-767.5	-1,424.6
Proceeds from convertible loan		—	22,632.7
Net cash generated from/used in financing activities		**39,928.5**	**42,408.2**
Cash flow for the year		**-2,772.1**	**10,629.2**
Foreign currency translation, cash and cash equivalents		45.3	-37.9
Cash and cash equivalents at beginning of the year		10,979.5	388.2
Cash and cash equivalents at end of the year		**8,252.7**	**10,979.5**

Notes to the consolidated statements

NOTE 1
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I. Accounting principles

This note describes the comprehensive basis of preparation which has been applied in preparing the consolidated financial statement, as well as the accounting policies for specific areas applied by Hilbert Group AB (publ) and the Group in which Hilbert Group AB (publ) is the Parent company.

Hilbert Group AB's city of residence is Stockholm, Sweden. The terms "Hilbert Group", the "Group" or the "Company" refers, depending on the context, to Hilbert Group AB (publ) (corporate ID No. 559105-2948) or the consolidated Group in which Hilbert Group AB (publ) is the Parent company and its subsidiaries. Enumerated amounts presented in tables and statements may not always agree with the calculated sum of the related line items due to rounding differences. The aim is for each line item to agree with its source and therefore there may be rounding differences affecting the total when adding up the presented line items.

II. Basis of preparation

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS® Accounting Standards) as endorsed by the European Union (EU). The consolidated financial statements have been prepared under the historical cost convention, except for financial instruments and cryptocurrencies reported as intangible non-current assets at fair value, and inventory of cryptocurrencies at fair value.

Additional disclosures have been included as required under 'RFR 1 – Supplementary Accounting Rules for Groups', issued by the The Swedish Corporate Reporting Board, and in accordance with the Swedish Annual Accounts Act. As required by IAS 1, all entities within the Hilbert Group apply uniform accounting policies, irrespective of national legislation. These policies have been applied consistently throughout the year ended 31 December 2024, except where otherwise indicated in respect of new or amended accounting standards. For further details, refer to the section on new or amended accounting standards below.

The Parent Company applies the same accounting principles as the Group, except in those cases outlined in the section entitled 'Parent Company accounting principles'.

The Group has prepared the financial statements on the basis that it will continue to operate as a going concern. For further information regardning going concern, refer to Note 24 Events after the reporting period.

III. Standards, interpretations and amendments to published standards to be applied in 2024

During the year 2024, the Group adopted new standards, amendments and interpretations to the existing standards that are mandatory for the Group. The adoption of these revisions to the requirements of IFRS® Accounting Standards as adopted by the EU did not result in substantial changes to the Group's accounting policies impacting the financial performance and position.

IV. Standards, interpretations and amendments to published standards that are not yet effective

Certain new standards, amendments and interpretations to existing standards have been published by the date of authorisation for issue of these financial statements but are not mandatory for the Group's current financial year ended 31 December 2024. The Group has not early adopted these revisions to the requirements of IFRS® Accounting Standards as adopted by the EU and Company's directors are of the opinion that there are no requirements that will have a possible significant impact on the Group's financial statements.

IFRS 18 Presentation and Disclosure in Financial Statements is effective for annual periods beginning on or after 1 January 2027. IFRS 18 will replace IAS 1 Presentation of Financial Statements, introducing new requirements aimed at achieving comparability of the financial performance of similar entities and providing more relevant information and transparency to users. Even though IFRS 18 will not impact the recognition or measurement of items in the financial statements, its impacts on presentation and disclosure are expected to be pervasive, in particular those related to the statement of financial performance and providing management-defined performance measures within the financial statements. Management is currently assessing the detailed implications of applying the new standard on the Group's consolidated financial statements.

V. Consolidation

Subsidiaries are fully consolidated from the date on which the Group achieves control and continues to be consolidated until the date that such control ceases. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if, and only if, the Group has:

- power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- exposure, or rights, to variable returns from its involvement with the investee; and
- the ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- the contractual arrangement with the other vote holders of the investee;
- rights arising from other contractual arrangements; and
- the Group's voting rights and potential voting rights.

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Upon consolidation, inter-company transactions, balances and unrealised gains on transactions between Group companies are eliminated. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it derecognises the related assets, liabilities, non-controlling interest and other components of equity while any resultant gain or loss is recognised in profit or loss. Any investment retained is recognised at fair value.

VI. Segment reporting

The chief operating decision maker (CODM) for Hilbert Group comprises Group management, as it is the Group management team who evaluates the Group's financial position and performance and make strategic decisions. The management bases its decisions on the Group in its entirety when allocating resources and assessing performance. Internal reporting is also based on the performance of the Group as a whole. Given the above, the assessment is that Hilbert Group has one operating segment, which comprises the Group as a whole.

For information about revenue per geographical area, refer to note 4. Funds managed by Hilbert Group; Hilbert V100 (HV100), Hilbert V1 Fund (HV1), Hilbert V30 Fund (HV30), and XAPO Byzantine BTC Credit Fund, from which fund management fees are received. Hilbert also registered the Hilbert Liberty Fund on October 2024 from which fund management fees are received. There are no major customers, individually or as a group. Proprietary trading with cryptocurrencies is executed on crypto exchanges where the buyer is not known to the seller.

VII. Business combinations and goodwill

The acquisition method of accounting is used to account for all business combinations, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the:

- fair values of the assets transferred
- liabilities incurred to the former owners of the acquired business
- equity interests issued by the group
- fair value of any asset or liability resulting from a contingent consideration arrangement, and
- fair value of any pre-existing equity interest in the subsidiary.

It is determined that a business has been acquired when the acquired set of activities and assets include an input and a substantive process that together significantly contribute to the ability to create outputs. The acquired process is considered substantive if it is critical to the ability to continue producing outputs, and the inputs acquired include an organised workforce with the necessary skills, knowledge, or experience to perform that process, or it significantly contributes to the ability to continue producing outputs. An acquisition that does not meet the criteria is identified as an acquisition of a group of assets that do not constitute a business.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The group recognises any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets.

Acquisition-related costs are expensed as incurred.

The excess of the:

- consideration transferred,
- amount of any non-controlling interest in the acquired entity, and
- acquisition-date fair value of any previous equity interest in the acquired entity over the fair value of the net identifiable assets acquired is recorded as goodwill. If those amounts are less than the fair value of the net identifiable assets of the business acquired, the difference is recognised directly in profit or loss as a bargain purchase.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the Group's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.

Contingent consideration that is classified a financial liability are subsequently remeasured to fair value with changes in fair value recognised in profit or loss.

If a business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date. Any gains or losses arising from such remeasurement are recognised in profit or loss.

VIII. Asset acquisitions

An asset acquisition is an acquisition of an asset or a group of assets that does not constitute a business. For such acquisitions, constituting net assets without significant processes, the acquisition cost is allocated to the identifiable assets and liabilities based on their relative fair values at the date of the acquisition. Transaction costs are added to the purchase price of the acquired net assets when assets are acquired.

For such asset acquisitions, holdings of non-controlling interest are measured according to the same principles as for business combinations, except the inclusion of goodwill.

IX. Foreign currency translation

The Group's consolidated financial statements are presented in Swedish kronor (SEK), which is also the Parent company's functional currency. For each entity, the Group determines the functional currency and items included in the financial statements of each entity are measured using that functional currency. The Group uses the direct method of consolidation and on disposal of a foreign operation, the gain or loss that is reclassified to profit or loss reflects the amount that arises from using this method.

(a) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of comprehensive income.

(b) Group companies

On consolidation, the assets and liabilities of foreign operations are translated into Swedish kronor at the rate of exchange prevailing at the reporting date and their statements of profit or loss are translated at exchange rates prevailing at the dates of the transactions. The exchange differences arising on translation for consolidation are recognised in Other Comprehensive Income (OCI). On disposal of a foreign operation, the component of OCI relating to that particular foreign operation is reclassified to profit or loss.

Any goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are treated as assets and liabilities of the foreign operation and translated at the spot rate of exchange at the reporting date.

Exchange rates applied for translation

SEK	2024		2023	
	Closing	Average	Closing	Average
USD	11.0299	10.5658	10.0416	10.6128

X. Asset and liabilities current versus non-current classification

The Group presents assets and liabilities in the statement of financial position based on current/non-current classification.

An asset is current when it is:

- Expected to be realised or intended to be sold or consumed in the normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period

Or

- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Group classifies all other assets as non-current.

A liability is current when it is:

- Expected to be settled in the normal operating cycle

- Held primarily for the purpose of trading
- Due to be settled within twelve months after the reporting period

Or

- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Group classifies all other liabilities as non-current.

XI. Offsetting financial Instruments

Financial assets and liabilities are offset, and the net amount reported in the balance sheet when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

XII. Fair value measurement

The Group measures financial instruments such as equity investments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded equity securities) is based on quoted market prices at the end of the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market (e.g. over-the-counter financial instruments) is determined using valuation techniques that maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

XIII. Current and deferred tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Deferred tax is recognised, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill; deferred tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised. Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

XIV. Equipment

Equipment is initially recorded at historical cost. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

Depreciation on assets is calculated using the straight-line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives, as follows:

- Computer equipment 5 years
- Furniture and Fittings 5 years
- Leasehold Improvements 7 years

The assets residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

XV. Leases

The Group assesses at contract inception whether a contract is, or contains a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets. The Group is only a party to contracts in which the Group is a lessee.

i) Right-of-use assets

Right-of-use assets are recognised at the commencement date of the lease (i.e., the date the underlying asset is available for use). Periods covered by an extension option a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

- Office 7 years

The right-of-use assets are also subject to impairment testing.

ii) Lease liabilities

At the commencement date of the lease, lease liabilities measured at the present value of lease payments to be made over the lease term are recognised. In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

The incremental borrowing rate applied to measure lease liability is 3.67% for the offices premises for which the commencement date has occurred during 2022.

Variable lease payments that are not included in the measurement of the lease liability are recognised in profit or loss in the period in which the event or condition that triggers payment occurs.

XVI. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination or as a group of assets is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding but capitalised development costs, are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with indefinite useful lives, such as brand names and cryptocurrencies, are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

An acquired asset is capitalised on the basis of the costs incurred to acquire and bring to use the specific asset. These costs are amortised over their estimated useful life license of four years.

Amortisation is calculated using the straight-line method to allocate their cost or revalued amounts to their residual values over their estimated useful lives, as follows:

- Technology acquired as an asset 5 years
- Website development 3–5 years
- Software licenses 3 years

Costs associated with maintaining intangible assets are recognised as an expense as incurred.

Research and development costs

Research costs are expensed as incurred. Development expenditures on an individual project are recognised as an intangible asset when the Group can demonstrate:

- The technical feasibility of completing the intangible asset so that the asset will be available for use
- Its intention to complete and its ability and intention to use the asset
- How the asset will generate future economic benefits
- The availability of resources to complete the asset
- The ability to measure reliably the expenditure during development

Following initial recognition of the development expenditure as an asset, the asset is carried at cost less any accumulated amortisation and accumulated impairment losses. Amortisation of the asset begins when development is complete, and the asset is available for use. It is amortised over the period of expected future benefit. During the period of development, the asset is tested for impairment annually.

XVII. Cryptocurrencies

Cryptocurrencies not included in Hilbert Group's proprietary trading portfolio are reported as intangible assets with indefinite useful life and are thus not amortised. Cryptocurrencies in the proprietary trading portfolio are initially measured at cost and subsequently at fair value less costs to sell based on quoted market prices and classified as Inventory.

With effect from April 2022, Hilbert Group commenced trading of cryptocurrencies on its own account (proprietary trading) applying a mix of algorithmic/technical and discretionary/fundamental trading.

Inventory of cryptocurrency is recognised at fair value less costs to sell. Changes in fair value are recognised as other operating income and expenses in the statement of comprehensive income.

XVIII. Impairment of non-financial assets

Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

XIX. Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets are classified in the following measurement categories:

- those to be measured subsequently at fair value (either through OCI or through profit or loss), and
- those to be measured at amortised cost.

The classification depends on the business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI.

Equity instruments

The Group's equity instruments are not held for trading. At initial recognition, the equity instruments are measured at fair value, and subsequently at fair value through other comprehensive income (FVOCI). Only dividend income is recognised in profit or loss, whereas all other gains and losses are recognised in OCI without reclassification to profit or loss on derecognition. Transaction costs of are expensed in profit or loss.

Receivables

Receivables comprise amounts due from customers for services performed in the ordinary course of business. Receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less expected credit losses.

The Group applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, receivables are grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles and historical credit losses of the Group.

The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables.
Receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Group, and a failure to make contractual payments.

Impairment losses on receivables are presented within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

XX. Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at face value. In the statement of cash flows, cash and cash equivalents include deposits held with banks.

XXI. Liabilities

Trade payables are initially recognised at fair value and are subsequently measured at amortised cost using the effective interest rate method.

XXII. Convertible Bond

Convertible bond is initially recognised at fair value, net of transaction costs incurred. Convertible bond are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the Convertible bond using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan.

The fair value of the liability portion of a convertible bond is determined using a market interest rate for an equivalent non-convertible bond. This amount is recorded as a liability on an amortised cost basis until extinguished on conversion or maturity of the loan. The remainder of the proceeds is allocated to the conversion option. This is recognised and included in shareholders' equity, net of income tax effects.

Convertible bond are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any noncash assets transferred or liabilities assumed, is recognised in profit or loss as finance costs.

Where the terms of a financial liability are renegotiated and the entity issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued.

XXIII. Current and deferred tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Deferred tax is recognised, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill; deferred tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

XXIV. Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new ordinary shares are shown in equity as a deduction, net of tax, from the proceeds.

XXV. Reserves in equity (other reserves)

Reserves comprise:

- fair value reserve of assets at fair value through other comprehensive income
- translation reserve including exchange rate differences arising on translation to Swedish kronor (SEK) of foreign operations’ financial statements prepared in the currency used in the economic environment where the respective company operates (functional currency). The Parent company and the Group prepare financial statements in SEK.

XXVI. Employee benefits

(i) Short-term obligations

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Pension plans

Currently, there are no pension plans within the Group.

(iii) Compensation in case of dismissal

A provision is recognised in connection with redundancies of staff only if the entity is formally obliged to terminate an employment relationship before the normal date or when benefits are made as an offer to initiate voluntary resignation.

(iv) Employee share-based payment/Employee Stock Option Plan

In 2023 Hilbert Group AB (publ) resolved to implement an Employee Stock Option Plan ("ESOP 2023") for the employees and consultants in Hilbert Group AB (including its subsidiaries). ESOP 2023 is a program under which the Participants are granted, free of charge, stock options to acquire B-shares in Hilbert Group AB. As resolved by the Annual General Meeting in June 2023, the stock options are subject to vesting over a three-year period in accordance with the terms and conditions.

The Annual General Meeting held on 24 May 2024 resolved to amend the terms and conditions for vesting of the options. The options shall vest over a three-year period. One third of the options vest one year after grant. A further one-third of the options vest two years from grant. The remaining third of the options vest three years after grant. For vesting to take place at any given time, it is required that the participant, with certain exceptions, is still employed by Hilbert Group (or, in the case of consultants, still provides services to Hilbert Group). The amendment occurred during the second quarter 2024.

The first tranche of the Options was granted as of 1 July 2023, (the Grant Date). Each option entitles the holder to acquire one B-share in Hilbert Group AB at a price of 150 percent of the volume weighted average price of the Hilbert Group B-share on Nasdaq First North during the ten trading days preceding the grant date. Exercise price is 6.4 SEK per B share. When vested, the Options are exercisable. If the participant is no longer employed/provides services to Hilbert Group at the expiry of a vesting period, the Options become null and void. The options may be exercised for the acquisition of shares after vesting, i.e. by one third each year during the term of the Options. The Options shall be exercised for subscription of new shares no later than three months after the expiration of the three-year total vesting period, i.e. no later than 30 September 2026.

Options are not transferable and may not be pledged. In the event of a public takeover, significant asset sale, liquidation, merger or any other such transaction affecting Hilbert Group, the Options will vest in their entirety following completion of change in control.

Hilbert Group has the right to change these terms and conditions to the extent required by law, court ruling, government decision or agreement of if otherwise,

in Hilbert Group's reasonable judgement for practical reasons it is appropriate or necessary and the Participant's rights are not impaired in any material respect.
Set out below are the summaries of options granted under the plan.

	2024 No of options
As at 1 January	2,160,750
Granted during the period	339,250
Exercised during the period	—
Forfeited during the period	—
As at 31 December	**2,500,000**

No options expired during the periods covered by the above table.

The assessed fair value of the options at grant date 1 July 2023 was 1.6 SEK. The fair value at grant date is independently determined using the Black-Scholes model.

The model inputs for the options granted during 2023 include:
(a) Exercise price: 6.41 SEK per B-share;
(b) Grant date: 1 July 2023
(c) Expiry date: 30 June 2026
(d) Share price at grant date: 1.6 SEK
(e) Expected volatility price of the shares: 75 %
(f) Risk free interest rate: 3 %
(g) Expected dividend yield: nil

The expected price volatility is based on the historic volatility adjusted for any expected changes to future volatility due to publicly available information.

Participants of the option programme are responsible for any tax in connection with the allocation of the Options, vesting of options, exercise of options and sale of shares acquired by the Participants through the exercise of the Options. Hilbert Group is responsible for social security fees and similar taxes and charges that Hilbert Group (and its subsidiaries) shall bear as employer/client of the Participant.

XXVII. Revenue from contracts with customers

Revenue is recognised in the accounting period in which the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the services to be provided.

For fixed-price advertising contracts, revenue is recognised based on the actual service provided to the end of the reporting period as a proportion of the total services to be provided, because the customer receives and uses the benefits simultaneously. An output method, based on contract time elapsed, is used for measuring the services transferred.

Asset management and performance fee are recognised at a point in time; management fee and performance fee are accrued on a monthly basis, and crystallise on a monthly and quarterly basis, respectively.

XXVIII. Dividend

The Company recognises a liability to pay a dividend when the distribution is authorised, and the distribution is no longer at the discretion of the Company. As per the corporate laws of Sweden, a distribution is authorised when it is approved by a general meeting of shareholders. A corresponding amount is recognised directly in equity.

NOTE 2
SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group's consolidated financial statements requires Management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Judgements are based on experience and the assumptions that Management and the Board deem reasonable under the prevailing circumstances. The actual outcome may then differ from these judgements if other conditions arise. The estimates and assumptions are reviewed and evaluated regularly and are assessed not to involve any significant risk for material adjustments in the carrying amounts of assets and liabilities during the next financial year. Any changes in estimates are recognised in the period when the change is made, if the change affects that period only, or in the period when the change is made and in future periods if the change affects the period in question as well as future periods. The assessments that were the most material in preparing the company's financial statements are described below.

Intangible assets – capitalised development

Expenses for development projects are capitalised to the extent the expenditure can be expected to generate future economic benefits through internal use of the asset. The assessment of the technical feasibility of completing the intangible asset and the availability of resources to complete the asset are also considered.

Convertible bond – current liability

On 28 April 2023 Hilbert Group AB concluded and signed the financing of a Euro denominated 10% fixed rate convertible bond of EUR 2 million, equivalent to SEK 22.2 million approximately. The bond is for a term of three years and is due to be repaid in 2026, or earlier in full redemption price upon the occurrence of certain events; one of which is Qualified Financing. Refer to Note 22 for further information. On the maturity date in 2026 Hilbert Group shall pay the nominal amount of the loan, accrued interest and a premium equal to 100 per cent of the nominal amount of the loan. The loan will become due and payable prematurely if Hilbert Group at any time during the three-year term of the loan raises six million Euro or more in a new issue of shares (Qualified Financing). In such case, the lenders under the loan facility may choose between repayment of the nominal amount plus accrued interest but without a premium on the nominal value or converting the loan amount to B-shares.

The convertible bond amounting to kSEK 26,890.5 (kSEK 23,539.9) as of 31 December 2024, is presented as current. Since the convertible bond was concluded on 28 April

2023, Hilbert Group AB has raised MSEK 36,7 through new share issues. Management has, and will continue to, focus its efforts to settle the convertible bond prematurely, assuming a 12-months period after the reporting date in this period.

Financial assets – unlisted equity investments

Equity instruments representing investment in unlisted entities, not consolidated as subsidiaries or reported as associates, are carried at fair value with changes in fair value being recognised in other comprehensive income. Upon acquisition and initial recognition, the valuation is based on management assessment of the future earnings and potential of the entity. Also for subsequent periods, significant inputs for assessing fair value is not observable market data but by reference to transactions involving the same issuer of equity instrument valuation. Valuation methods that can be used:

- Recent transaction price.
- Own funds at book value (OFBV).
- Net asset value (NAV).
- Including goodwill and intangibles.
- Excluding goodwill and intangibles.
- Market capitalisation method.
- Present value.
- Apportioning global value.

In 2023, Hilbert had noted that HAYVN had shifted its ADGM licence from active to inactive, continuing its operations to its base in the Cayman Islands. In December 2023 HAYVN's co-founder and CEO, Chris Flinos stepped down and was replaced by a new CEO, Richard Cook.

Hilbert has moved away from the DCF valuation in the last annual report (2023), and decided to take the most conservative of approaches and write down this investment to nil, a value which was also deemed the most appropriate valuation for this annual report.

Management has assessed the fair value of its investment in Kvanta AB as at 31 December 2024 in accordance with IFRS 13, which requires fair value to reflect assumptions market participants would use at the measurement date, based on information reasonably available at that time.

A 100:1 share split was executed on 28 June 2023. On 16 October 2023, the board of Kvanta AB, under authorization from the AGM, resolved to carry out a rights issue at a subscription price of SEK 2.78 per share. Although this issue was only formally registered with the Swedish Companies Registration Office on 11 April 2024, it reflects conditions that existed at 31 December 2024.

Based on this information, management concluded that the SEK 2.78 subscription price represents the most appropriate observable input for estimating the fair value of the investment at year-end, in line with IFRS 13's Level 3 fair value hierarchy.
Management has assessed the fair value of its investment in Kvanta AB as at 31 December 2024 in accordance with IFRS 13, which requires fair value to reflect assumptions market participants would use at the measurement date, based on information reasonably available at that time.

A 100:1 share split was executed on 28 June 2023. On 16 October 2023, the board of Kvanta AB, under authorization from the AGM, resolved to carry out a rights issue at a subscription price of SEK 2.78 per share. Although this issue was only formally registered with the Swedish Companies Registration Office on 11 April 2024, it reflects conditions that existed at 31 December 2024.

Based on this information, management concluded that the SEK 2.78 subscription price represents the most appropriate observable input for estimating the fair value of the investment at year-end, in line with IFRS 13's Level 3 fair value hierarchy.

NOTE 3
FINANCIAL RISKS AND RISK MANAGEMENT

3.1 Financial risk factors

The Group's activities potentially expose it to a variety of financial risks: namely foreign exchange risk, credit risk and liquidity risk. The Group's overall risk management focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Group's financial performance. The Group did not make use of derivative financial instruments to hedge risk exposures during the current and preceding financial period.

(a) Foreign exchange risk

Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities which are denominated in a currency that is not the entity's functional currency.

The carrying amount of the principal receivables and payables denominated in foreign currencies as at the end of the reporting periods were as follows:

kSEK	Assets	Liabilities	Net exposure
At 31 December 2024			
USD	133,888.3	—	133,888.3
EUR	—	-26,890.5	-26,890.5
At 31 December 2023			
USD	97,559.1	—	97,559.1
EUR	—	-23,539.9	-23,539.9

The amounts comprise Parent company balances with Group companies, denominate in USD, and a Convertible Bond Loan denominated in EUR.

Based on the above disclosures, a change in the exchange rate in relation to SEK by +/- 10% in USD and EUR would have affected profit or loss and equity by +/-16 078 kSEK for the year 2024

(b) Credit risk

Credit risk arises from cash and cash equivalents and credit exposures to customers, including outstanding receivables and committed transactions. The Group's exposures to credit risk as at the end of the reporting periods are analysed as follows:

	2024	2023
Other receivables	1,486.0	1,245.1
Receivables from related parties	3,839.9	1,401.4
Deposits and accrued income	—	750.4
Cash and cash equivalents	8,252.8	10,979.5
Total	**13,578.7**	**14,376.4**

The maximum exposure to credit risk at the end of the reporting period in respect of the financial assets mentioned above is equivalent to their carrying amount as disclosed in the respective notes to the financial statements. The Group does not hold any collateral as security in this respect.

The Group assesses the credit quality of its customers taking into account financial position, past experience and other factors. It has policies in place to ensure that sales of products and services are effected to customers with an appropriate credit history.

The Group monitors the performance of its receivables on a regular basis to identify incurred collection losses, which are inherent in the Group's receivables, taking into account historical experience in collection of accounts receivable. The Group's does not have material external customer outside of related parties, and hence, credit risk is low.

The Group manages credit limits and exposures actively in a practicable manner such that there is no material past due amounts receivable from related parties as at the end of the reporting period. The Group's exposure to credit risk is limited as Group's receivables are principally in respect of transactions with related parties for whom there is no recent history of default and there was no indication that these related parties are unable to meet their obligation.

Cash and cash equivalents include deposits held within the Group banks only with financial institutions with high quality standing or rated AA-/A-1 by S&P Global and holding five star rating by Bauer Financial.

(c) Liquidity risk

The Group is exposed to liquidity risk in relation to meeting future obligations associated with its financial liabilities.

Prudent liquidity risk management includes maintaining sufficient cash and committed credit lines to ensure the availability of an adequate amount of funding to meet the Group's obligations.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments:

2024	< 3 months	3–12 months	1–5 years	> 5 years	Total
Convertible bond	—	29,588.6	—	—	29,588.6
Lease liabilities	317.5	952.4	4,670.9	—	5,940.8
Trade payables	3,108.4	—	—	—	3,108.4
Other current liabilities	963.1	—	—	—	963.1
Accrued expenses	4,243.7	—	—	—	4,243.7
Total	**8,632.7**	**30,541.0**	**4,670.9**	**—**	**43,844.6**

2023	< 3 months	3–12 months	1–5 years	> 5 years	Total
Convertible bond	—	26,044.3	—	—	**26,044.3**
Lease liabilities	—	857.9	4,794.9	581.9	**6,234.7**
Trade payables	1,451.7	—	—	—	**1,451.7**
Other current liabilities	333.4	—	—	—	**333.4**
Accrued expenses	2,659.1	—	—	—	**2,659.1**
Total	**4,444.2**	**26,902.3**	**4,794.9**	**581.9**	**36 723,2**

Management monitors liquidity risk by reviewing expected cash flows and ensures that sufficient additional financing facilities are available over the coming year. Sales and marketing efforts are being focused towards increasing AUM (assets under management) which will translate into additional revenue and cashflow to support the current operations of the business and liabilities that might arise. The Group's liquidity for the year 2024 has been secured through directed issues of shares. Information about the directed issues is found in the Significant Events During the Financial Year, Financing section (i) in the Director's Report. The proprietary portfolio of cryptocurrency, kSEK 5,400.8 at year-end 2024, is also available for Management to be used, should a need arise to address risk for insufficient liquidity to settle obligations as they fall due.

3.2 Capital risk management

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders, and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may issue new shares or adjust the amount of dividends paid to shareholders.

The capital structure of the Group consists of items presented within equity in the statement of financial position. The Group maintains the level of capital by reference to its financial obligations and commitments arising from operational requirements. In view of the nature of the Group's activities and the extent of borrowings or debt, the capital level as at the end of the reporting period is deemed adequate by the directors.

NOTE 4
REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue by major revenue stream	2024	2023
Fund management fees	6,215.3	2,272.1
Advertising income	3,562.7	3,923.7
Sales of cryptocurrency	103,199.5	17,910.7
Total	**112,977.5**	**24,106.4**

Timing of revenue recognition	2024	2023
At a point in time	109,462.3	20,222.6
Over time	3,515.2	3,883.8
Total	**112,977.5**	**24,106.4**

Revenue by country of group company incorporation	2024	2023
Cayman Islands	109,414.8	20,182.8
British Virgin Islands	3,562.7	3,923.7
Total	**112,977.5**	**24,106.4**

Revenue recognised that was included in the contract liability balance at the beginning of the period:

	2024	2023
Advertising	–	–

At year-end 2024 there were neither any contract assets nor any contract liabilities. The same applied for the year-end 2023.

NOTE 5
EMPLOYEES AND RENUMERATION

	2024	2023
Average number of employees	14	14

Average number of employees represent full-time equivalents (FTEs) for which Hilbert Group has paid salaries over the respective reporting period of 12 months. Contractors, consultants or self-employed Hilbert Group personnel are not included. Hilbert Group has implemented an Employee Stock Option Plan for the employees and consultants in Hilbert Group AB (including its subsidiaries).

The purpose of the ESOP is to create conditions for motivating and retaining competent employees and consultants within Hilbert Group and to increase the coherence between the employees', shareholders' and the company's objectives. Under ESOP the Participants are granted, stock options to acquire B-shares in Hilbert Group AB, subject to a vesting over a three-year period in accordance with the terms and conditions.

The first tranche of the Options was granted as of 1 July 2023, (the Grant Date). Total expenses for options vested on 31 December 2024 was kSEK 1,423.8 (kSEK 576.2). Refer to note 9 for further information about ESOP.

NOTE 6
OTHER OPERATING INCOME AND EXPENSES

Other operating income	2024	2023
Fair value changes cryptocurrency inventory	1,057.3	1,422.3
Foreign exchange differences	—	340.0
Total	**1,057.3**	**1,762.2**

Other operating expenses	2024	2023
Foreign exchange differences	-144.6	—
Realized losses on operating assets	-984.2	—
Other items	-13.3	—
Total	**-1,142.1**	**—**
TOTAL	**-84.8**	**1,762.2**

NOTE 7
FINANCE INCOME AND COST

Finance income	2024	2023
Foreign exchange differences*	10,069.2	495.8
Total	**10,069.2**	**495.8**

Finance cost	2024	2023
Interest on debt and borrowings	-2,790.3	-1,889.8
Foreign exchange differences*	-108.2	-4,484.4
Other finance expenses	-781.3	-65.9
Total	**-3,679.8**	**-6,440.1**

* Unrealized change on receivables and liabilities respectively

On 28 April 2023 Hilbert Group AB concluded and signed the financing of a Euro denominated 10% fixed rate convertible bond of EUR 2 million, equivalent to SEK 22.2 million approximately. For further details, refer to note 22.

NOTE 8
INCOME TAX EXPENSE

	2024	2023
Current tax on profits for the year	—	-0.1
Adjustments for current tax of prior periods	—	37.1
Deferred income tax	—	—
Total	**—**	**37.0**
Reconciliation of effective tax rate		
Reported profit/loss before tax	-43,329.3	-48,907.4
Tax according to current tax rate 20.6%	8,925.8	10,074.9
Tax effect of non-deductible expenses	-986.9	-690.6
Tax effect of non-taxable income	—	—
Differences in tax rate in foreign operations	461.4	2,110.3
Tax loss without corresponding deferred tax asset	-7,690.5	-11,249.1
Adjustments for current tax of prior periods	—	37.1
Non-taxable non-controlling interest portion of CFC entity	-709.9	-245.6
Total	**—**	**37.0**
Effective tax rate	0.0%	-0.1%

There are no deferred taxes charged to other comprehensive income, neither have any current or deferred taxes been charged directly to equity.

The parent company Hilbert Group AB (publ) holds ownership interest in companies resident in e.g., the Cayman Islands and the British Virgin Islands. According to Swedish Controlled Foreign Companies (CFC) provisions, a Swedish resident shareholder with an ownership interest exceeding 25 % in a company resident in a low-tax jurisdiction (taxed at a rate below 55 % of the nominal Swedish corporate income tax rate of 20,6 %) may be obliged to include the profits of the CFC-company in its taxable income in Sweden. For the year 2024, Hilbert Group AB has no CFC-income related to foreign shareholdings, due to the CFC-entities being in a net tax loss position for the year, including any losses carried forward from prior year.

A deferred tax asset is recognized for tax loss carry-forwards if it is considered probable that there will be sufficient future taxable profit against which the loss carryforward can be utilized. A reassessment of the amount meeting the criteria is made at least annually. The Group's unutilized loss carry-forwards, related to Maltese entities, for which no deferred tax assets are recognized amount to approximately MSEK 30.0 (MSEK 24.2) at year-end 2024 and 2023 respectively.

For unutilized loss carry-forwards for the Swedish parent company, refer to Parent company Note 5.

NOTE 9
EARNINGS PER SHARE

Earnings per share, basic and diluted	2024	2023
Loss for the year attributable to Parent company shareholders	-36,711.1	-43,328.7
Weighted number of outstanding shares during the year	60,717,477	52,218,802
Total basic and diluted earnings per share attributable to Parent company shareholders	-0.60	-0.83

The total number of outstanding shares in Hilbert Group AB (publ) on 31 December 2024 is 65,230,320 (55,595,995). There is no dilutive effect from neither Employee stock options ESOP 2023 nor outstanding warrants, as the average market price of ordinary shares during the period does not exceed the exercise price of the options or warrants.

ESOP 2023

The Annual General Meeting of Hilbert Group AB (publ) has resolved to implement an Employee Stock Option Plan ("ESOP 2023") for the employees and consultants in Hilbert Group AB (including its subsidiaries). ESOP 2023 is a program under which the Participants are granted, free of charge, stock options to acquire B-shares in Hilbert Group AB. The first tranche of the Options was granted as of 1 July 2023. Each option entitles the holder to acquire one B-share in Hilbert Group AB at an exercise price of 6.4 SEK per share, corresponding to 150 percent of the volume weighted average price of the Hilbert Group B-share on Nasdaq First North during the ten trading days preceding the grant date.

The Options vest over a three-year period ending 30 June 2026, and thereafter be exercisable, provided that the Participant still is employed by Hilbert Group (or, in the case of consultants, still provides services to Hilbert Group). If the participant is no longer employed/provides services to Hilbert Group at the expiry of the vesting period, the Options become null and void. The options are exercisable during the period 1 July 2026 – 30 September 2026.

At year end 2024, the number of options granted and outstanding are 2,500,000. There are no unallocated options, the maximum number of shares that may be issued under the ESOP is 2,500,000. As at year end 2023, the number of ESOP 2023 options granted and outstanding is 2,160,750. If all 2,500,000 Options are exercised Hilbert Group AB would issue 2,500,000 B-shares. This would represent to a dilution of 3.83% approximately. The dilution is expected to have a marginal effect on the company's key performance indicator "Earnings (loss) per share".

NOTE 10
EQUIPMENT

kSEK	2024	2023
Opening acquisition cost	2,424.6	1,980.1
Additions	116.0	555.2
Sold/scrapped	-19.7	-6.8
Translation differences	241.2	-103.9
Closing cost	**2,762.1**	**2,424.6**
Opening accumulated depreciation	-703.4	-278.1
Depreciation charge	-496.5	-460.5
Sold/scrapped	9.9	0.3
Translation differences	-89.5	34.9
Closing depreciation	**-1,279.5**	**-703.4**
Closing net book value	**1,482.6**	**1,721.3**

NOTE 11
LEASES

In 2022, the Group entered a seven-year lease contract for rented office premises in Malta. The Group has no short-term or low-value asset leases.

Right-of-use assets	2024	2023
As at 1 January	5,685.3	6,983.6
Depreciation	-1,087.6	-1,092.5
Translation differences	511.8	-205.8
As at 31 December	**5,109.5**	**5,685.3**
Lease liabilities		
As at 1 January	-6,124.0	-7,406.2
Accretion of interest	-212.4	-241.4
Payments	979.9	1,666.0
Translation differences	-569.0	-142.4
As at 31 December	**-5,925.5**	**-6,124.0**
Current	-1,093.9	-701.7
Non-current	-4,831.5	-5,422.7

The maturity analysis is disclosed in Note 3.

NOTE 12
INTANGIBLE ASSETS

For 2024, kSEK 36,358.2 of the carrying amount for intangible assets comprises assets held by the group entity Coin360 Global Limitied, incorporated in British Virgin Islands. For the comparison period, intangible assets held by the same entity amounted to kSEK 35,241.8

2024	Brand name	Technology and capitalised development	Cryptocurrency	Other intangible assets	Total
Opening acquisition cost	30,103.4	28,247.5	4,017.1	984.6	63,352.6
Additions - acquisitions [1]	—	9,192.6	4,694.4	—	13,887.0
Reclassification [2]	—	—	1,046.3	—	1,046.3
Disposals [1]	—	—	-6,837.8	—	-6,837.8
Translation differences	2,962.8	3,183.9	347.2	96.9	6,590.8
Closing cost	**33,066.2**	**40,624.0**	**3,267.2**	**1,081.5**	**78,038.9**
Opening accumulated amortisation	—	-12,762.8	—	-739.1	-13,501.9
Amortization charge	—	-5,907.0	-0.1	-258.3	-6,165.4
Translation differences	—	-1,515.6	—	-84.1	-1,599.7
Closing amortization	**—**	**-20,185.4**	**-0.1**	**-1,081.5**	**-21,267.0**
Opening accumulated impairment	-7,792.2	-3,809.6	—	—	-11,601.8
Impairment charge	-3,752.7	-807.4	—	—	-4,560.0
Translation differences	-931.4	-410.6	—	—	-1,342.0
Closing impairment	**-12,476.3**	**-5,027.6**	**—**	**—**	**-17,503.9**
Opening accumulated fair value adjustment	—	—	-2,493.9	—	-2,493.9
Fair value adjustments	—	—	-2.6	—	-2.6
Translation differences	—	—	-246.6	—	-246.6
Closing fair value adjustment	**—**	**—**	**-2,743.1**	**—**	**-2,743.1**
CLOSING CARRYING AMOUNT	**20,589.9**	**15,411.0**	**524.0**	**—**	**36,524.9**

2023	Brand name	Technology and capitalised development	Cryptocurrency	Other intangible assets	Total
Opening acquisition cost	31,289.0	27,391.7	4,111.5	750.4	63,542.6
Additions - acquisitions [1]	—	—	6,998.0	277.6	7,275.5
Additions - capitalisations	—	2,001.5	—	—	2,001.5
Disposals [1]	—	—	-6,933.1	—	-6,933.1
Translation differences	-1,185.7	-1,145.7	-159.3	-43.4	-2,534.0
Closing cost	**30,103.4**	**28,247.5**	**4,017.1**	**984.6**	**63,352.5**
Opening accumulated amortisation	—	-7,382.8	—	-423.4	-7,806.2
Amortization charge	—	-5,981.7	—	-350.6	-6,332.4
Translation differences	—	601.7	—	34.9	636.6
Closing amortization	**—**	**-12,762.8**	**—**	**-739.1**	**-13,502.0**
Opening accumulated impairment	-3,825.3	-2,446.7	—	—	-6,271.9
Impairment charge	-4,345.7	-1,538.4	—	—	-5,884.1
Translation differences	378.8	175.5	—	—	554.4
Closing impairment	**-7,792.1**	**-3,809.6**	**—**	**—**	**-11,601,.7**
Opening accumulated fair value adjustment	—	—	-2,592.1	—	-2,592.1
Translation differences	—	—	98.2	—	98.2
Closing fair value adjustment	**—**	**—**	**-2,493.9**	**—**	**-2,493.9**
CLOSING CARRYING AMOUNT	**22,311.3**	**11,675.0**	**1,523.1**	**245.4**	**35,754.9**

[1] Additions and disposals of cryptocurrency reflect gross amounts of stablecoin cryptocurrency used as means of payment in the daily operations . For the year 2024 also comprising acquistions affecting cash in the amount of -1,090 kSEK and disposals affecting cash in the amount of 4,348 kSEK.

[2] Transfer of cryptocurrency from inventory

Impairment testing

Intangible assets with indefinite useful lief as well as assts that are not yet available for use are not subject to amortisation. These are tested annually for impairment or more often when there are indications of impairment. Such impariment tests also cover intangible assets that are subject to amortisation when there are indications of impairment.

The recoverable amount of a cash-generating unit is defined on the basis of calculations of value in use. Calculations are based on estimated future cash flows before tax based on financial budgets and forecasts that have been approved by group management. The impairment test performed at year end 2024 comprises the budget for 2025 and a forecast for the following 9 years (2026–2034). The forecasted compound annual growth rate for the period is 10% (10%) for revenue and 73% (12%) for free cash flow. Cash flows beyond the ten-year period are extrapolated using an estimated long-term growth rate of 2% (2%). The pre-tax discount rate used for calculating recoverable amounts is 40% (40%). The discount rate applied reflects cost of equity and market risk premium for business ventures in stages comparable to COIN360 in dynamic business segments where commercialization is uncertain.

Brand name and technology/capitalised development at year-end 2024 are both related to the subsidiary Coin360, acquired in July 2021. The same applied for year end 2023. Coin360 is considered as a cash-generating unit, following the principles for resource allocation and monitoring of the business by group management. Based on management's strategic outlook, future cash flows are expected to grow in the upcoming years. Despite the growth expected in cash flows, the budget and forecast data have been adjusted in a conservative direction for the impairment test in order to reflect the uncertainty in the timing. The impairment test for 2024 resulted in an impairment loss of kSEK -4,560.0 recognised for intangible assets related to COIN360. The impairment loss was allocated to brand and technology/ capitalised development in amounts of kSEK -3,752.7 and kSEK -807.4, respectively, based on the respective carrying amounts at year-end The impairment test for 2023 resulted in an impairment loss of kSEK -5,884.1 for the same intangible assets. The impairment loss was allocated to brand and technology/capitalised development in amounts of kSEK -4,345.7 and kSEK -1,538.4, respectively, based on the respective carrying amounts at year-end. An increase or decrease of the discount rate of 40% by 500 basis points would have increased/decreased fair value by kSEK 7,206.1and kSEK -5,580.5 respectively, for 2024.

NOTE 13
FINANCIAL INSTRUMENTS

	2024	2023
Financial assets at fair value through Other comprehensive income		
Equity instruments	1,024.8	4,250.4
Financial assets at amortised cost		
Current receivables	5,325.9	2,646.4
Accrued revenue	—	750.4
Cash and cash equivalents	8,252.8	10,979.5
Total financial assets	**14,603.5**	**18,626.8**
Financial liabilities at amortised cost		
Convertible bond	26,890.5	23,539.9
Trade payables	3,108.4	1,451.7
Other current liabilities	963.1	333.4
Accrued expenses	4,243.7	2,659.1
Total financial liabilities	**35,205.7**	**27,984.2**

For all financial assets and liabilities, carrying amount is consistent with fair value.

Equity instruments held at fair value include shares in unlisted companies, namely HAYVN, a global investment bank based in Abu Dhabi that specializes in digital assets, where Hilbert Group has a 2.7 percent ownership interest, and Kvanta AB (formerly Capchap AB), which provides equity management on the blockchain and where Hilbert Group holds a 5.7 percent stake. No dividends were received by Hilbert Group in either 2024 or 2023.

On 28 April 2023 Hilbert Group AB concluded and signed the financing of a Euro denominated 10% fixed rate convertible bond of EUR 2 million, equivalent to SEK 22.2 million approximately. The bond is for a term of three years and is due to be repaid in 2026, or earlier in full redemption price upon the occurrence of certain events. The convertible bond amounting to kSEK 26,890.5 as of 31 December 2024, is presented as current. Management has and will continue to focus its efforts to settle the convertible bond prematurely, assuming a 12-months period after the reporting date. The fair value is not materially different from the carrying amount since the interest payable is short-term with expected settlement date within the 12-month period after year-end 2024. Refer to note 22 for further information.

NOTE 14
FAIR VALUE MEASUREMENT

2024		Level 1	Level 2	Level 3	Total
Investments	Equity securities	—	—	1,024.8	**1,024.8**
Intangible assets	Cryptocurrencies	524.1	—	—	**524.1**
Inventory	Cryptocurrencies	5,400.8	—	—	**5,400.8**

2023		Level 1	Level 2	Level 3	Total
Investments	Equity securities	—	—	4,250.4	**4,250.4**
Intangible assets	Cryptocurrencies	1,522.3	—	—	**1,522.3**
Inventory	Cryptocurrencies	5,221.9	—	—	**5,221.9**

There were no transfers between levels 1, 2 and 3 during the year.

In determining the fair value of equity investments, the Group applies an income approach, whereby expected future cash flows are discounted to present value using current market assumptions. This method reflects expectations of market participants regarding future performance.

As at 31 December 2024, due to continued uncertainty and insufficient information surrounding the acquisition of HAYVN, the Group has adopted a conservative valuation approach. Accordingly, the investment in HAYVN has been carried at a fair value of nil (2023: nil). Notwithstanding this valuation, the Group remains confident that the investment's intrinsic value approximates its original book value of $1,000,000 (SEK 10,041,600), based on PWER valuation methodologies. However, given the pending acquisition by DEUS X and potential litigation claims, a prudent approach has been taken until further clarity is obtained.

This matter is actively being reviewed and analyzed by the Board of Directors to ensure that future valuations appropriately reflect all relevant developments and risks.

Both HAYVN and Kvanta AB are classified as Level 3 investments in the fair value hierarchy, as their valuation is based on unobservable inputs and internal models.

The following table presents the changes in the year for these items:

	2024	2023
Opening balance 1 January	4,250.4	15,134.7
Acquisitions	—	—
Gains/-losses recognised in other comprehensive income	-3,490.6	-10,897.2
Translation differences	265.01	13.0
Closing balance 31 December	**1,024.8**	**4,250.4**

Significant unobservable inputs used in level 3 fair value measurements are the earnings growth and the discount factor applied.

NOTE 15
INVENTORY

Inventory of cryptocurrency, kSEK	2024	2023
USDT	3,456.1	3,628.4
BTC	60.6	30.4
USD	42.8	—
NULS	37.7	—
ICX	30.7	—
XRP	—	29.7
OG	—	34.5
VGX	—	34.1
Other	1,772.9	1,464.8
Carrying amount	**5,400.8**	**5,221.9**

Inventory of cryptocurrency is recognised at fair value and changes in fair value are recognised in profit or loss. The Group is trading cryptocurrencies in its own account applying a mix of algorithmic/technical and discretionary/fundamental trading.

The high-frequency trading is focused on the digital assets with the largest market capitalisation and/or the highest liquidity. Trading objectives are to opportunistically position the underlying portfolio to take advantage of certain market environments and to offer holders of Hilbert Group shares a vertical with "pure" exposure to digital assets.

NOTE 16
PREPAID EXPENSES AND ACCRUED INCOME

kSEK	2024	2023
Prepaid expenses	1,110.9	570.7
Accrued income	—	750,4
TOTAL	**1,110.9**	**1,321.1**

NOTE 17
CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash at banks and on hand.

The Group has pledged SEK 50,000 of its cash and cash equivalents as collateral.

NOTE 18
GROUP INFORMATION

The subsidiaries included in the consolidated financial statements of the Group are set out below. Share capital consists solely of ordinary shares and the portion of ownership interests held equals the voting rights held by the group.

			Ownership interest held by the Group, %		Ownership interest held non-controlling interests, %		
Name of entity	**Registration no**	**Country of incorporation**	**2024**	**2023**	**2024**	**2023**	**Nature of business**
HC Holding Limited	C89451	Malta	100	100	—	—	Holding company
HC Advisors Limited	C89459	Malta	100	100	—	—	Management of operating expenses
Hilbert Capital Limited	347428754407 DE-342080	Cayman Islands	100	100	—	—	Fund manager
Hilbert Analytics Limited	C99576	Malta	100	100	—	—	Data and analytics
Coin360 Global Limited	2062872	British Virgin Islands	60	60	40	40	Data and analytics
Hilbert Syrius AM Ltd	861590248493 DE-377734	Cayman Islands	50	50	50	50	Fund manager
Hilbert PP	684750272347 DE-376076	Cayman Islands	100	100	—	—	Close-ended fund

The subsidiary Coin360 Global Limited has non-controlling interests that are material to Hilbert Group, whereas Hilbert Syrius AM Ltd is not material and thus non-controlling interests are not material.

The summarised financial information presented below is befored inter-company eliminations.

No dividends have been paid to non-controlling interest.

Coin360 Global Limited

KSEK	2024	2023
Summarised statement of comprehensive income		
Revenue	3,562.7	3,923.7
Profit or loss for the period	-16,430.6	-12,732.7
Other comprehensive income	913.3	-991.7
Total comprehensive income	**-15,517,3**	**-13,721.4**
Profit or loss allocated to non-controlling interest	–6,572.2	–5,093.1
Summarised balance sheet		
Non-current assets	36,488.4	35,377.8
Current assets	5,231.7	2,382.7
Current liabilities	-25,336.4	-7,229.5
Net assets	**16,383.7**	**30,531.1**
Accumulated non-controlling interest	6,553.5	12,212.4
Summarised cash flows		
Cash flows from operating activities	-3,758.9	-1,260.7
Cash flows from investing activities	-8,575.6	-2,015.3
Cash flows from financing activities	12,334.5	3,276.0
Net increase/decrease in cash and cash equivalents	**—**	**—**

NOTE 19
EQUITY

Share capital

The share capital of Hilbert Group AB (publ) on 31 December 2024 amounted to kSEK 3,261.2 divided into 62,230,320 ordinary shares with a quotient value of 0,05 SEK. The 8,500,000 A-shares have 10 voting rights per share and the 56,730,320 B-shares have 1 vote per share.

Holders of ordinary shares are entitled to receive dividends, following a resolution by a general meeting of shareholders. No dividends is proposed for the year of 2024.

All outstanding shares are fully paid, no shares are reserved for transfer and no shares are held by the Company or its subsidiaries.

Other paid-in capital

Other paid-in capital consists of capital contributed by Hilbert Group AB (publ) shareholders as share premium reserve arising on the issue of new shares at subscription price over the quotient value of 0,05 SEK

Reserves and other comprehensive income

The table below shows other comprehensive income, a breakdown of reserves in equity and the movement in these reserves.

kSEK	Fair value reserve of financial assets at FVOCI	Foreign currency translation reserve	Total other reserves
At 31 December 2022	**1,922.7**	**-670.9**	**1,251.8**
Fair value revaluation on equity instruments	-10,897.2	—	-10,897.2
Exchange differences on translation of foreign operations	—	2,917.5	2,917.5
At 31 December 2023	**-8,974.5**	**2,246.5**	**-6,728.0**
Fair value revaluation on equity instruments	-3,490.6	—	-3,490.6
Exchange differences on translation of foreign operations	—	-7,065.7	-7,065.7
At 31 December 2024	**-12,465.1**	**-4,819,2**	**-17,284.3**

Share capital development

Amounts in SEK

Year	Date	Event	Subscription amount	of which: Share premium	Share capital	Share Capital: total	No of shares: change	No of shares total
2017	—	Formation and incorporation	—	—	50,000	50,000	50,000	50,000
2017	—	Split 1:20	—	—	—	50,000	950,000	1,000,000
2021	2021-07-01	New share issue	500,000	—	500,000	550,000	10,000,000	11,000,000
2021	2021-07-01	New share issue[1]	30,000,000	29,850,000	150,000	700,000	3,000,000	14,000,000
2021	2021-09-08	New share issue[1]	20,000,000	19,900,000	100,000	800,000	2,000,000	16,000,000
2021	2021-09-17	New share issue[2]	2,900,000	1,450,000	1,450,000	2,250,000	29,000,000	45,000,000[3]
2021	2021-10-21	New share issue[1]	38,000,000	37,810,000	190,000	2,440,000	3,800,000	48,800,000[4]
On 31 Dec 2022			**91,400,000**	**89,010,000**	**2,440,000**		**48,800,000**	
2023	2023-02-15	New share issue	4,929 731.88	4,781,246.10	148,485.90	2,588,485.90	2,969,718	51,769,718
2023	2023-03-07	New share issue	770,271.54	747,070.59	23,200.95	2,611,686.85	464,019	52,233,737
2023	2023-11-13	New share issue[5]	15,500,009.38	14 711 823,37 [6]	168,112.90	2,779,799.75	3,362,258	55,595,995
On 31 Dec 2023			**112,600,012.80**	**109,250,140.06**	**2,779,799.75**		**55,595,995.00**	
2024	2024-03-13	New share issue[5]	12,800,000.00	12,640,000.00	160,000.00	2,939,799.75	3,200,000	58,795,995
2024	2024-03-20	New share issue[5]	7,400,000.00	7,307,500.00	92,500.00	3,032,299.75	1,850,000	60,645,995
2024	2024-03-25	New share issue[5]	1,000,000.00	987,500.00	12,500.00	3,044,799.75	250,000	60,895,995
2024	2024-07-03	New share issue[5]	524,986.80	519,292.80	5,694.00	3,050,493.75	113,880	61,009,875
2024	2024-10-07	New share issue[5]	5,674,999.50	5,611,943.95	63,055.55	3,113,549.30	1,261,111	62,270,986
2024	2024-10-09	New share issue[5]	8,320,000.50	8,227,556.05	92,444.45	3,205,993.75	1,848,889	64,119,875
2024	2024-10-21	New share issue[5]	499,999.50	494,443.95	5,555.55	3,211,549.30	111,111	64,230,986
2024	2024-11-04	New share issue[5]	1,949,998.50	1,928,331.85	21,666.65	3,233,215.95	433,333	64,664,319
2024	2024-11-18	New share issue[5]	999,999.00	988,887.90	11,111.10	3,244,327.05	222,222	64,886,541
2024	2024-12-18	New share issue[5]	1,547,005.50	1,529,816.55	17,188.95	3,261,516.00	343,779	65,230,320
On 31 December 2024			**153,317,002.10**	**149,485,413.12**	**3,261,516.00**		**65 230 320**	

[1] Pre-IPO private placement totaling SEK 88.0 million; subscribed as Units of 1 share series B + 1 warrant entitling to subscription of 1 share series B. Warrants issued at 0 (nil) consideration.

[2] Of which 8,500,000 series A shares and 20,500,000 series B shares. Voting rights: series A shares 10 votes per share, series B shares 1 vote per share.

[3] Of which 8,500,000 series A and 36,500,000 series B; quotient value 0.05 SEK

[4] Of which 8,500,000 series A and 40,300,000 series B; quotient value 0.05 SEK

[5] Set-off issue

[6] 15,331,896.48 SEK net of trans costs 620,071.11 SEK

NOTE 20
ACCRUED EXPENSES AND DEFERRED REVENUE

kSEK	2024	2023
Accrued professional fees	—	72.4
Accrued accountancy fees	552.2	122.2
Accrued audit fees	1,084.3	464.5
Acrrued consultancy fees	67.3	74.8
Accrued commissions	676.1	—
Accrued personnel related costs	489.2	399.0
Accrued tax fees	280.3	37.9
Accrued board fees	663.3	725.0
Other accrued expenses	431.0	763.2
Total	**4,243.7**	**2,659.1**

NOTE 21
PLEDGED ASSETS AND CONTINGENT LIABILITIES

The parent company Hilbert Group AB (publ) has pledged all shares in the wholly owned subsidiary HC Holding Ltd as collateral against the EUR 2 million convertible bond agreement concluded during the second quarter 2023.

Group carrying amount of net assets related to the pledge amounts to kSEK 45,508.2 (kSEK 62,224.7) excluding liabilities payable from HC Holding Ltd and subsidiaries to the parent company Hilbert Group AB (publ). Before such adjustment, net assets pledged amount to kSEK -88,379.7 (kSEK -35,341.0).

Assets pledged on 31 December 2024 as well as at year-end 2023 also comprised kSEK 50.0 (kSEK 50.0) of cash and cash equivalents held by Hilbert Group AB.

On 31 December 2024, there were no contingent liabilities. The same applied for 2023 in this report.

NOTE 22
CONVERTIBLE BOND

On 28 April 2023 Hilbert Group AB concluded and signed the financing of a Euro denominated 10% fixed rate convertible bond of EUR 2 million, equivalent to SEK 22.2 million approximately. The bond is for a term of three years and is due to be repaid in 2026, or earlier in full redemption price upon the occurrence of certain events; namely Change of Control, Event of Default, Insolvency, Qualified Financing and Free cashflow generation as per the agreed terms of contract (as further detailed below). The bond is secured by a pledge over certain Hilbert Group assets.

The interest is payable on maturity of the bond, i.e., after three years. On the maturity date Hilbert Group shall pay the nominal amount of the loan, accrued interest and a premium equal to 100 per cent of the nominal amount of the loan. The loan will become due and payable prematurely if Hilbert Group at any time during the three-year term of the loan raises six million Euro or more in a new issue of shares. In such case, the lenders under the loan facility may choose between repayment of the nominal amount plus accrued interest but without a premium on the nominal value or to convert the loan amount to B-shares. The subscription price shall be the lower of SEK 9 and the issue price in the new issue of shares of EUR 6 million or more. Such conversion of the loan to shares will be carried out through a new issue with payment by set-off of the loan which requires approval by Hilbert Group's shareholders.

The face value of the bond issued amounted to kSEK 22,655.2 and the value of conversion rights amounted to SEK 259,700.

The initial fair value of the liability portion of the bond was determined using a market interest rate of 11% for an equivalent non-convertible bond at the issue date. The liability is subsequently recognised on an amortised cost basis until extinguished on conversion or maturity of the bonds. The remainder of the proceeds is allocated to the conversion option and recognised in shareholders' equity, net of income tax, and not subsequently remeasured.

The convertible bond, as of 31 December 2024 amounting to kSEK 26,890.5 (kSEK 23,539.9), is presented as current. Management has and will continue to focus its efforts to settle the convertible bond prematurely, assuming a 12-months period after the reporting date.

Interest expense amounted to SEK 2,569,199 (SEK 1,602,423) for the twelve months period.

The fair values are not materially different from their carrying amounts, since the interest payable on those convertible bonds-liability portion is short-term with expected settlement date after within the 12-month period of the reporting date of this quarter.

NOTE 23
RELATED PARTY TRANSACTIONS AND BALANCES

	2024	2023
Managed funds:		
Revenue	1,770.3	2,272.1
Receivables from related partie	1,837.0	2,151.8
Accrued income	—	750.4
Board of directors, key management personnel and ultimate shareholders:		
Compensation to Board of directors	663.3	429.6
Compensation to Chief Executive Officer	1,317.2	1,377.2
Compensation to other key management personnel	9,231.5	6,954.8
Payables to Board of directors	440.4	622.9

A list of the Group's subsidiaries, which are also companies that are closely related to the Parent Company, is presented in Note 18 Group Companies. All transactions between Hilbert Group AB (publ) and its subsidiaries have been eliminated in the consolidated financial statements.

Hilbert Capital has entered into management agreements, with Hilbert V30, Hilbert V100, Hilbert V1, and Hilbert Liberty Road. Hilbert Capital receives payment for it's services rendered under the management agreement.

Niclas Sandstrom the Company's CEO (up to the Reporting Period) and shareholder is a Board Member of Hilbert V1, V100, V30. Mark Adams, the Company's CLO and a Key Management personnel, is the Director of the Hilbert Liberty Fund.

Funds managed by Hilbert Group are not consolidated into Hilbert Group but considered as related parties. At year-end Hilbert V100, Hilbert V1 Fund, and Hilbert V30 were managed by the Hilbert Group. Revenue receivable from fund management and related receivables are presented in the table below.

Starting on 27 October 2021, the first day of trading on Nasdaq First North for Hilbert Group, the annual Board fees are 150 kSEK to the Chairman of the Board and kSEK 100 each to other Board memebrs re-affirmed at the Annual General Meeting dated 23 April 2023; and amended to kSEK 200 to the Chairman and kSEK 125 to the other members of the Board in the Annual General Meeting dated May 24, 2024.

Remuneration to the CEO Niclas Sandstrom was kSEK 1,317, and kSEK 1.377.2 in 2024 and 2023 respectively. The CEO is not entitled to any additional remuneration or compensations, such as bonuses, pensions, severance or any other post-employment benefits. The Board may resolve on a discertionary bonus based on performance.

Hilbert Group has not pledged any assets nor entered into any agreements or transactions resulting in a contingent liability for any of the Board members or the CEO.

Remuneration to other key management personnel amounts to kSEK 9,231 kSEK (6,954.8). At year end 2024, the Management comprised 7 people, 1 of which has not been part of the team for the entire financial year 2024.

NOTE 24
EVENTS AFTER THE REPORTING PERIOD

Hilbert Group Hires Senior Copper Executive Ashley Moore as Managing Director of Hilbert Capital

Hilbert Group AB, announced on 7 January 2025 the appointment of Ashley Moore as Managing Director of Hilbert Capital. Ashley has over 20 years of experience as a trader, broker, business- and product developer. Before joining Hilbert Group, Ashley was senior trader and head of execution services at the custody- and brokerage firm Copper, where he helped establish Copper as a global leader in digital infrastructure. Prior to Copper, Ashley held various senior positions, including as an FX options broker at Cantor Fitzgerald and Tullet Prebon.

Barnali Biswal, CEO of Hilbert Group, commented: “We are thrilled to welcome Ashley to Hilbert Group. Ashley embodies a rare combination of deep expertise in product development, trading combined with an extensive global professional network.” Barnali continues: “Ashley will lead the efforts to expand and refine our product offerings and will be instrumental in further scaling Hilbert’s offerings in key markets globally. His addition reflects our commitment to delivering innovative solutions for our clients.”

Commenting on his new role, Ashley said: “Joining Hilbert Group is an exciting opportunity to be part of a team that is reshaping the digital asset landscape. With Hilbert’s robust investment strategy and forward-looking approach, I am eager to contribute to the development of products and trading strategies that meet the evolving needs of institutional investors.

Hilbert Group Announces Launch of Platform for Trading of Tokenized Equities and Popular Pre-IPO Shares such as SpaceX, OpenAI and Antrophic

On 7 February 2025 Hilbert Group announced that Hilbert Group, together with its subsidiary COIN360.com and partners Coin Telegraph and CT.com and Galactica.com, are aiming to revolutionize Real-World Asset (RWA) tokenization on-chain in a fully compliant fashion. What this means is that people will be able to buy and sell tokenized equities and popular pre-IPO stocks, such as SpaceX and OpenAI, using crypto – in a decentralized manner. This enables fractional ownership and increased liquidity for previously restricted investment opportunities.

Hilbert Group introduces Syntetika which is the world's first crypto protocol designed for fully compliant on-chain spot trading of real-world equities and pre-IPO shares. In short, Syntetika is bridging real-world assets to decentralized finance. The new platform's growth will be accelerated by COIN360.com's large user base of 7 million visits per month.

A key building block in the platform is Galactica's Identity Virtual Machine (IVM), a cutting edge Web3 identity and compliance framework that ensures end-to-end legal adherence without compromising security or privacy. In other words, Galactica's technology retains privacy while offering fully regulated on-chain transactions.

Barnali Biswal, Hilbert Group CEO, commented "Tokenization of RWAs is the fastest growing area within crypto right now. It removes many of the inefficiencies around trading, settlement and audit etc. intrinsic to traditional finance rails. There is a reason Larry Fink, CEO of Blackrock, recently commented that tokenization could be 100x bigger than Bitcoin and why Boston Consulting Group estimates that the market value of tokenized assets could reach $16 trillion by 2030. We see many new potential revenue streams in these RWA solutions, bridging Web3 and Traditional Finance which is extremely exciting. We will provide more information about this project in the weeks to come."

Mike Sarvodaya, Co-founder and CEO of Galactica commented: "We are absolutely thrilled to build this platform together with Hilbert Group and revolutionize how tokenized real-world assets will be transacted on-chain, in a regulatory compliant way."

Hilbert Group Expands COIN360 with New Telegram Mini App

On 13 February 2025, Hilbert Group AB announced that COIN360.com has launched a Telegram Mini App to expand the COIN360 ecosystem and accelerate user growth and engagement.

Drawing on the success of community-driven platforms like Hamster Kombat, which reached over 300 million monthly active users at its peak, the COIN360 Mini App leverages similar engagement mechanics to captivate audiences, encourage active participation and sustain long-term user interest.

As a standalone application, the Mini App directs users through structured quests, prompting actions like visiting specific web pages or exploring new COIN360 and Syntetika features. Every such action generates points that can be exchanged for rewards later on, for example air drops of cryptocurrency and free subscriptions on COIN360. This targeted approach not only increases conversion but also boosts brand awareness and loyalty.

Furthermore, the COIN360 Mini App is designed to evolve, and the community input will shape its direction, reinforcing user-centric development. By connecting COIN360's web platform, Syntetika, and mobile users seeking a gamified crypto experience, the Mini App provides a unified brand journey—helping the community access essential tools and insights across various entry points, such as traditional websites, apps and social media.

Barnali Biswal, Hilbert Group CEO, commented: "The COIN360 Mini App is the type of multi-purpose gamified marketing that has proven to be very effective for creating engagement in a fun and very simple way. It takes the user along a journey where there are concrete rewards to be had in exchange for interaction with various parts of the COIN360 and Syntetika ecosystems.

Hilbert Group Announces Partnership with Leading Decentralised Finance (DeFi) Specialists – Private Pools Network

On February 19, Hilbert Group AB has entered into a strategic partnership with Private Pools Network (PPN) to build and launch Syntetika, a cutting-edge decentralized exchange (DEX) on Hilbert Group's RWA platform.

Private Pools Network brings a wealth of expertise to the table, having developed a fully functioning, code-audited automated market-maker that goes beyond standard DEX capabilities. Its core features include:

- Sophisticated balancing mechanisms with automatic rebalancing to improve capital efficiency for liquidity providers.
- A built-in module designed to arbitrage cross-exchange price discrepancies, enhancing liquidity and price stability within the Syntetika ecosystem.
- Proprietary methodologies that protect liquidity providers through revenue sharing and market-making incentives.

Barnali Biswal, Hilbert Group CEO, commented "Everything is coming together. We've already secured regulatory compliance and privacy functions through our partnership with Galactica. Now, by joining forces with Private Pools Network, we're building the decentralized marketplace itself. By integrating the Private Pools Network functionality with that of Galactica, Syntetika will become the most advanced and compliant RWA DEX on the market—ushering in a new era where DeFi meets TradFi on equal terms."

Bernardo Marques, CEO and CTO of Private Pools Network, added: "Hilbert Group's vision for the tokenization of real-world assets aligns perfectly with our mission to deliver enterprise-grade DeFi technology. Our proven automated market-making engine and advanced trading pool asset management will enable Syntetika to reshape how institutions and individuals trade real-world assets, changing global finance forever. We're thrilled to be working with Hilbert on this.

Strategic Business Agreement with Renowned Asset Manager Liberty Road Capital

On March 24, 2025 Hilbert Group announced the successful closing, integration and signing of its previously announced agreement with Liberty Road Capital (LRC), a leading digital asset manager with a five-year track record and approximately USD 110 million (SEK 1.2 billion) in assets under management.

The final deal is settled through a share issue with a 7.5% up-front component and additional equity awarded up to a maximum of 30% in total (relative to current number of outstanding shares), depending on a number of factors, including the Hilbert Group market cap level.

All of the AUM acquired from LRC is subject to hedge fund fee levels, i.e. some variations of the 2% management, and 20% performance fee model.

In the deal, Hilbert Group integrates all of LRC's business, intellectual property, and key personnel, and will from Q2 2025 onwards retain 100% of LRC gross earnings. As part of the deal closure, Russell Thompson will now join the Hilbert Group board.

Also, as part of the completion, Hilbert Capital in April launched two new hedge funds focusing on yield enhancing strategies, predominantly on top of Bitcoin.

"We are very happy to now have closed the deal and successfully integrated LRC into Hilbert" said Barnali Biswal, CEO of Hilbert Group. Ms. Biswal continues, "The income from LRC originated strategies on current AUM, will in itself propel Hilbert close to break-even numbers. In addition, we have $100m+ pipeline for those very strategies, at an advanced stage of the investment process."

Russell Thompson, CEO of LRC, comments: "This partnership marks a defining moment for both companies and for Hilbert's investors. By uniting Hilbert Group's broad resources, asset management platform, and brand name with LRC's proven strategies and deep market insight, we're now perfectly positioned to deliver strong growth and shareholder value creation."

Liberty Road Capital, founded in 2019 in Monaco, is regulated as an Approved Investment Manager (IBR/AIM/22/0725) under the BVI Financial Services Commission via the Securities and Investment Business Act (SIBA). Headquartered in the British Virgin Islands, the firm focuses on digital derivates trading and asset management. It employs data driven strategies and proprietary AI technology to optimise market opportunities. Its institutional grade infrastructure with strong risk management supports high-performance strategies in digital assets, including Bitcoin (BTC) and Ethereum (ETH).

Hilbert Group Intends to Appoint Former Saxo Bank CIO Steen Jakobsen to Board of Directors

Hilbert Group AB announced on 8 April that Steen Jakobsen, former Chief Investment Officer of Saxo Bank, will join the company's Board of Directors, effective following the company's Annual General Meeting on 13 June, 2025.

Jakobsen was a key figure in the journey that transformed Saxo Bank from a smaller broker into a global leader with over 1.2 million clients. Over his more than 20 years at Saxo Bank, he played a pivotal role in establishing the institution's reputation for insightful financial research and thought-provoking analysis. His blend of macroeconomic research and actionable trading insights helped position Saxo Bank as a trusted source for investors and traders globally. Prior to Saxo Bank, Jakobsen held senior positions at Citibank, Chase Manhattan, and UBS.

Barnali Biswal, Hilbert Group CEO, said: "We are excited to welcome Steen to our Board. His depth of experience and strategic insight will be instrumental as we continue scaling our digital asset strategies and accelerating the development of COIN360 and our broader DeFi ecosystem."

Steen Jakobsen commented: “Hilbert operates at one of the most exciting intersections in finance—where quantitative innovation meets blockchain technology. I look forward to supporting the team as we shape the next phase of growth and unlock new opportunities in digital finance.”

Hilbert Group Announces Launch of Tokenized Bitcoin Yield Product and Platform Expansion Named Syntetika

On April 30 2025, Hilbert Group AB announced the launch of Syntetika, a significant expansion and strategic rebranding of its Syntetika platform, developed in partnership with Galactica.com. Syntetika serves as both a trading venue and a tokenization platform, enabling the compliant, decentralized trading of tokenized funds, real-world assets (RWAs), and native crypto assets. The platform’s first product, hBTC (Hilbert BTC), offers a Bitcoin-native yield solution allowing users to earn a risk-managed return while holding synthetic Bitcoin. The platform will also introduce SYNT tokens to facilitate fractional ownership in tokenized RWAs, including high-profile pre-IPO equity such as SpaceX and OpenAI, with settlement in crypto.

Syntetika is designed to generate revenue through trading fees, a share of platform yields, tokenization services, lending/borrowing fees, and increased assets under management (AUM) for Hilbert’s fund products. The platform is powered by Galactica’s Identity Virtual Machine (IVM), ensuring full regulatory compliance while preserving user privacy. A phased rollout is planned, beginning with the launch of hBTC, followed by SYNT tokens and additional functionality in the coming months.

Hilbert Group AB (publ) has carried out a directed issue of SEK 20 million

Concluded on May 5, 2025, Hilbert Group AB (publ) announced the completion of a directed share issue of 4,166,667 B-shares at a subscription price of SEK 4.80 per share, raising approximately SEK 20 million before transaction costs. The issue was executed at a price equal to the closing share price on 2 May 2025 and represented a premium relative to the volume-weighted average price over the prior ten trading days. The proceeds will be used to strengthen the Group’s balance sheet after the acquisition and integration of Liberty Road Capital, and to accelerate the development and go-to-market strategy for the Syntetika platform - Hilbert’s newly launched tokenization and trading ecosystem.

The majority of the capital (approximately SEK 14 million) was raised under the Board’s existing AGM authorization, while the remaining SEK 6 million, subscribed by board member and co-founder Niclas Sandström and other employees, is subject to approval following the company’s AGM in 2025, in accordance with Lex Leo (Chapter 16 of the Swedish Companies Act). The Board opted for a directed issue rather than a rights issue, citing current market conditions, cost efficiency, and the likelihood that existing shareholders would not be able to fully participate in a pro rata offer. The decision followed a bookbuilding process and was deemed to best serve shareholders’ interests.

The issue will result in a dilution of approximately 5.4% of the share capital and 2.7% of voting rights, taking into account the pending issuance of shares to Liberty Road Capital. This capital raise is a key component of Hilbert Group’s strategy to achieve profitability from Q3 2025 onwards, supporting its growth trajectory and product expansion efforts.

Strategic Business Agreement with Renowned Asset Manager Liberty Road Capital

Subsequent to the reporting period, Hilbert Group AB concluded a transaction with Liberty Road Capital pursuant to an agreement signed in March 2025. Under the terms of the agreement, specific assets — including investment management agreements, associated business-related infrastructure, and the assets under management — were transferred to Hilbert Capital.

In exchange for the stated assets, 28,051,852 Series B shares of Hilbert Group AB will be issued to Liberty Road Capital. Of this total, 7,012,963 shares are to be issued in May 2025, while the remaining 21,038,889 shares are subject to Hilber Group AB market capitalization milestones. These milestone-based tranches are contingent upon Hilbert Group AB reaching market capitalizations of USD 60 million, USD 80 million, and USD 100 million, respectively, as outlined in the agreement.

The equity instruments are further subject to service conditions and vesting provisions linked to the continued service of key individuals associated with Liberty Road. Accordingly, the transaction will be recognised in the Q2 2025 Quarterly Report, in line with the timing of the equity registration and legal completion.

Going Concern

The Board of Directors has prepared the financial statements based on the assumption that the business will continue as a going concern. Hilbert Group showed negative cash flow during the 2024 financial year but has good access to the capital market and has been able to secure its working capital needs on several occasions through small new issues, most recently in May 2025 through a new issue of shares totaling MSEK 20. During the next twelve months, Hilbert Group must also refinance a loan of approximately MSEK 27, which is due for payment in April 2026. Hilbert Group's management is already in advanced negotiations for additional financing and is convinced that the refinancing will be successful. Given the current turbulent financial market, however, there is always significant uncertainty about whether the financing will be successful before a binding agreement has been entered into.

Parent Company income statement

kSEK	Note	2024	2023
Revenue		2,015.2	1,750.3
Other external expenses		-14,676.9	-10,975.6
Personnel expenses	3	-5,987.7	-4,773.1
Depreciation and amortization	6	-5.7	-5.7
Other operating expenses		-157.9	340.0
Operating profit/loss		**-18,813.1**	**-13,664.2**
Finance income		9,030.8	495.8
Finance costs		-5,617.6	-5,417.6
Net financial items	4	3,413.2	-4,921.8
Profit before income tax		**-15,399.9**	**-18,586.0**
Income tax expense	5	—	37.1
PROFIT/LOSS FOR THE PERIOD		**-15,399.9**	**-18,549.0**

Parent Company balance sheet

kSEK	Note	31 December 2024	31 December 2023
ASSETS			
Non-current assets			
Equipment	6	2.9	8.6
Financial assets	2, 7	2,900.0	2,900.0
Total non-current assets		**2,902.9**	**2,908.6**
Current assets			
Receivables from group companies		120,055.8	87,022.0
Other receivables		2.5	137.5
Prepaid expenses and accrued income	8	187.9	25.0
Cash and cash equivalents	11	8,102.3	10,232.2
Total current assets		**128,348.5**	**97,416.7**
TOTAL ASSETS		**131,251.4**	**100,325.3**
EQUITY AND LIABILITIES			
Equity			
Restricted Equity			
Share capital	9	3,261.5	2,779.8
Non-registered share capital		5.6	—
Total restricted equity		**3,267.1**	**2,779.8**
Non-restricted Equity			
Share premium reserve		149,485.4	109,250.1
Share issue in progress		498.4	—
Retained earnings		-37,302.9	-20,177.8
Profit/loss for the year		-15,399.9	-18,549.0
Total non-restricted equity		**97,281.0**	**70,523.2**
TOTAL EQUITY		**100,548.2**	**73,303.2**
Current liabilities			
Convertible bond		26,890.5	23,539.9
Accounts payable		899.1	1,371.4
Other liabilities		118.7	140.0
Accrued expenses and deferred revenue	10	2,795.1	1,970.7
Total liabilities		**30,703.2**	**27,022.0**
TOTAL EQUITY AND LIABILITIES		**131,251.4**	**100,325.3**

Parent Company statement of changes in equity

kSEK	Restricted equity: Share capital	Restricted equity: Share issue in progress	Share premium reserve	Retained earnings	Retained earnings including profit/loss for the period	Total equity
Balance at 31 December 2022	**2,440.0**	**—**	**89,010.0**	**—**	**-21,013.7**	**70,436.3**
Profit/loss for the period	—	—	—	—	-18,549.0	-18,549.0
New share issues	339.8	—	20,860.2	—	—	21,200.0
Transaction costs related to share issues	—	—	-620.1	—	—	-620.1
Stock options IFRS 2	—	—	—	—	576.2	576.2
Equity part of bond	—	—	—	—	259.7	259.7
Balance at 31 December 2023	**2,779.8**	**—**	**109,250.1**	**—**	**-38,726.8**	**73,303.2**
Profit/loss for the period	—	—	—	—	-15,399.9	-15,399.9
New share issues	481.7	—	40,235.3	—	—	40,717.0
New Share Issue in progress	—	5.6	—	498.4	—	504.0
Stock options IFRS 2	—	—	—	—	1,423.8	1,423.8
Balance at 31 December 2024	**3,261.5**	**5.6**	**149,485.4**	**498.4**	**-52,702.8**	**100,548.2**

Parent Company statement of cash flows

kSEK	Note	2024	2023
Cash flow from operating activities			
Profit/loss before tax		**-15,399.9**	**-18,586.0**
Adjustments for items not affecting cash:			
Depreciation		5.7	5.7
Unrealized exchange rate differences		-8,249.4	3,099.6
Impairment of receivables from group companies		2,258.3	—
Change in accrued interest		2,569.2	1,648.4
Other items; ESOP 2023 and Bond Equity component		1,423.8	835.9
Taxes paid		—	-87.0
Cash flow from operating activities before changes in working capital		**-17,392.3**	**-13,083.4**
Changes in working capital			
Changes in operating receivables		-26,289.2	-17,258.7
Changes in operating payables		855.6	-3,375.4
Cash flow from changes in working capital		**-25,433.6**	**-20,634.1**
NET CASH FLOW FROM OPERATING ACTIVITIES		**-42,825.9**	**-33,717.5**
Cash flow from investing activities			
Purchase of equipment		—	—
Purchase of financial assets		—	—
Cash flow from investing activities		**—**	**—**
Cash flow from financing activities			
Proceeds from issue of share capital		40,696.0	21,200.0
Proceeds from convertible loan		—	22,632.7
Net cash generated from financing activities		**40,696.0**	**43,832.7**
Cash flow for the period		**-2,129.9**	**10,115,2**
Cash and cash equivalents at beginning of the period		10,232.2	116.9
Cash and cash equivalents at end of the period		**8,102.3**	**10,232.2**

Notes to the Parent Company statements

NOTE 1
ACCOUNTING PRINCIPLES

Parent company accounting principles

The parent company Hilbert Group AB prepares financial statements in accordance with the Swedish Annual Accounts Act and the recommendation RFR2, Accounting for legal entities of the The Swedish Corporate Reporting Board. RFR2 prescribes the amendments and exceptions from IFRS® Accounting Standards applicable to the parent company. This means that all IFRS® Accounting Standards and statements shall be applied when possible within the frame of the Annual Accounts Act with consideration taken to Swedish legislation in accounting and taxation. The parent company thus applies the same accounting policies as the Group, with the deviations presented below.

Presentation formats

The income statement and balance sheet follow the presentation format prescribed in the Swedish Annual Accounts Act, whereas the statement of comprehensive income, the statement of changes in equity, and the statement of cash flows have been prepared based on IAS 1 Presentation of Financial Statements and IAS 7 Statement of Cash Flows. The presentation format for the statement of changes in equity is consistent with the Group's format but must also include the columns stated in the Annual Accounts Act. Moreover, there is a difference in titles compared with the consolidated financial statements, mainly with regard to finance income and costs, and equity.

Shares in subsidiaries

Holdings in subsidiaries are recognised according to the cost method of accounting. If there is an indication that the recognised value of shares has declined, they are tested for impairment according to IAS 36. According to RFR2, transaction costs are recognised as part of the acquisition value in the parent company, unlike the group where they are considered as expenses.

Financial instruments

IFRS 9 is not applied by the Parent Company. Instead, the Parent Company applies the items set out in RFR 2. Financial instruments are measured at cost. The policies for impairment testing and loss risk provision in IFRS 9 are applied when assessing and measuring potential impairment of financial assets.

NOTE 2
SIGNIFICANT JUDGEMENTS AND ESTIMATES

Subsequent measurement of financial instruments

On each balance-sheet date, the management assesses whether any impairment indicators exist.

For non-current assets, an impairment loss is recognised if the decline in value is deemed permanent. Impairment is determined individually for all material non-current assets. Examples of indications of impairment include negative economic circumstances or unfavorable changes to industry conditions in companies in whose shares the company has invested.

Impairment of Investment in Subsidiaries

Management assessed whether any indicators of impairment existed in relation to the Parent Company's investment in subsidiaries, in accordance with IAS 36 Impairment of Assets. Although the net assets of HC Holding Ltd are negative at year-end, which may indicate a potential impairment trigger, management concluded that no impairment is required.

This conclusion is based on the fact that, at the time of assessment, the Group's market capitalisation was significantly higher than the carrying amount of the Parent's investment in HC Holding Ltd. This publicly observable valuation provides an external and reliable indicator that the investment retains its value. Accordingly, no impairment loss has been recognised as of 31 December 2024.

Convertible bond – current liability

On 28 April 2023 Hilbert Group AB concluded and signed the financing of a Euro denominated 10% fixed rate convertible bond of EUR 2 million. The bond is for a term of three years and is due to be repaid in 2026, or earlier in full redemption price upon the occurrence of certain events. The convertible bond amounting to kSEK 26,890.5 as of 31 December 2024, is presented as current as Management focuses effort to settle the bond prematurely. For further information, refer to Note 2 and Note 22 of the consolidated statements.

NOTE 3
AVERAGE NUMBER OF EMPLOYEES

	2024	2023
Average number of employees	3	4

NOTE 4
FINANCE INCOME AND COSTS

Finance income, kSEK	2024	2023
Foreign exchange differences[1]	9,030.8	495.8
Total	9,030.8	495.8

Finance cost, kSEK	2024	2023
Interest cost	-2,577.9	-1,648.4
Impairment of receivables from group companies	-2,258.4	—
Foreign exchange differences[2]	-781.3	-3,703.4
Other finance cost	—	-65.8
Total	**-5,617.6**	**-5,417.6**
Financial items, net	3,413.2	-4,921.8

[1] For the year 2024 the amount reflects unrealised differences on receivables, and for the comparison period the amount comprises unrealised differences on liabilities

[2] For the year 2024 the amount reflects unrealised differences on receivables, and for the comparison period the amount comprises unrealised differences on liabilities.

NOTE 5
INCOME TAX EXPENSE

kSEK	2024	2023
Current tax on profits for the year	—	—
Adjustments for current tax of prior periods	—	37.1
Deferred income tax	—	—
Total	**—**	**37.1**
Reconciliation of effective tax rate		
Reported profit/loss before tax	-15 399,9	-18 585,8
Tax according to current tax rate	3 172,4	3 828,7
Tax effect of non-deductible expenses	-29,1	-44,4
Tax effect on non-taxable income	—	0,0
Tax loss without corresponding deferred tax asset	-3 143,3	-3 784,3
Adjustments for current tax of prior periods	—	37,1
Total	**—**	**37,1**
Effective tax rate	0,0%	0,0%

Hilbert Group AB (publ) holds indirect ownership interest in companies resident in e.g., the Cayman Islands and the British Virgin Islands. According to Swedish Controlled Foreign Companies (CFC) provisions, a Swedish resident shareholder with an ownership interest exceeding 25 % in a company resident in a low-tax jurisdiction (taxed at a rate below 55 % of the nominal Swedish corporate income tax rate of 20,6%) may be obliged to include the profits of the CFC-company in its taxable income in Sweden. For the year 2024 there is no taxable profit from CFC companies. The same applied for the comparison year 2023.

Unutilized loss carry-forwards, for which no deferred tax assets have been recognized, amount to approximately kSEK 38,310.6 (kSEK 23,051.8) at year-end 2024 and 2023 respectively.

NOTE 6
EQUIPMENT

kSEK	2024	2023
Opening acquisition cost	17.2	17.2
Additions	—	—
Closing cost	**17.2**	**17.2**
Opening accumulated depreciation	-8.6	-2.9
Depreciation charge	-5.7	-5.7
Closing depreciation	**-14.3**	**-8,6**
Closing net book value	**2.9**	**8.6**

NOTE 7
PARTICIPATION IN GROUP COMPANIES

kSEK	2024	2023
Acquisition value, opening balance	2,900.0	2,900.0
Total acquisition value	**2,900.0**	**2,900.0**

NOTE 8
PREPAID EXPENSES AND ACCRUED INCOME

kSEK	2024	2023
Prepaid expenses	187.9	25.0
Total	**187.9**	**25.0**

NOTE 9
SHARE CAPITAL

The share capital of Hilbert Group AB (publ) on 31 December 2024 amounted to kSEK 3,261,5 divided into 65,230,320 oridinary shares with a quotient value of 0,05 SEK. The 8,500,00 A-shares have 10 voting rights per share and the 56,730,320 B-shares have 1 vote per share.

For additional information, refer to Consoldiated statements Note 19 Equity.

NOTE 10
ACCRUED EXPENSES AND DEFERRED INCOME

kSEK	2024	2023
Accrued accountancy fees	552.2	122.2
Accrued audit fees	662.5	—
Accrued personnel related costs	489.2	399.0
Accrued board fees	663.3	725.0
Other Accrued expenses	427.9	724.5
Total	**2,795.1**	**1,970,7**

NOTE 11
PLEDGED ASSETS AND CONTINGENT LIABILITIES

Hilbert Group AB (publ) has pledged all shares, with a net book value of kSEK 2,900.0, in the wholly owned subsidiary HC Holding Ltd, Malta, as collateral against the EUR 2 million convertible bond agreement concluded during the second quarter 2023. Refer to Consolidated statements Note 18 Group information for further details about HC Holding Ltd and other subsidiaries of Hilbert Group. Assets pledged on 31 December 2024 also comprised kSEK 50.0 of cash and cash equivalents. The same applied for the comparative period. There are no other pledged assets and there are no contingent liabilities.

NOTE 12
RELATED PARTY TRANSACTIONS

A list of Group companies, which are all related parties to the Parent Company, is presented in Note 18 to the Consolidated statements.

Related party transactions and balances	**2024**	**2023**
Revenue from recharge of personnel expenses to group company	2,015.2	1,750.3
Operating expenses recharged from group company	-2,448.7	-879.2
Receivables from group companies	120,055.8	87,022.0
Payables to group companies	—	—

Except from recharges above, neither sales to, nor purchases from group companies have occured during the year. The same applies for the comparison period.

All balances with group companies are denominated in USD and the counterpart is HC Holding Ltd. All amounts fall due within 12 months.

For information about remuneration to the Board and the CEO, refer to note 22 to the Group financial statements.

Declaration by the Board of Directors and the CEO

The board of directors and the CEO hereby certify that the Annual Report has been prepared in accordance with generally accepted accounting principles in Sweden, and that the consolidated financial statements have been prepared in accordance with the international financial reporting standards referred to in the regulation (EU) no. 1606/2002 of the European Parliament and Council dated July 19, 2002, pertaining to the application of international financial reporting standards. The Annual Report and the consolidated financial statements give a true and fair view of the parent company's and the group's financial position and results. The Report of the Directors pertaining to the parent company and the group gives a fair overview of the development of the parent company's and the group's operations, financial position and results, and describes the significant risks and uncertainties facing the parent company and the companies included in the group.

Stockholm, 2 July, 2025

Erik Nerpin
Chairman

Frode Foss-Skiftesvik
Board member

David Butler
Board member

Stuart Connolly
Board member

Tim Grant
Board member

Niclas Sandström
Board member

Barnali Biswal
CEO

Our audit report was submitted on the date indicated by our electronic signature.

PricewaterhouseCoopers AB

Johan Engstam
Authorised Public Accountant

Auditor's Report

pwc

Auditor's report

To the general meeting of the shareholders of Hilbert Group AB (publ), corporate identity number 559105-2948

Report on the annual accounts and consolidated accounts

Opinions

We have performed an audit of the annual accounts and consolidated accounts of Hilbert Group AB (publ) for year 2024. The annual accounts and consolidated accounts of the company are included on pages 3-74 in this document.

In our opinion, the annual accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of the parent company as of 31 December 2024 and its financial performance and cash flow for the year then ended in accordance with the Annual Accounts Act. The consolidated accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of the group as of 31 December 2024 and their financial performance and cash flow for the year then ended in accordance with IFRS Accounting Standards, as adopted by the EU, and the Annual Accounts Act. The statutory administration report is consistent with the other parts of the annual accounts and consolidated accounts.

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

Basis for Opinions

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Material uncertainty related to Going concern

We draw attention to the director's report and Note 24 in the annual report, which indicate that additional financing is needed to continue operations. If the company fails to obtain new financing, this could significantly impact its continued operations. These circumstances suggest, along with other factors mentioned in the director's report and note 24, that there is a significant uncertainty that may cast significant doubt about the company's ability to continue its operations. We have not modified our opinion in this respect.

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 and, concerning the consolidated accounts, in accordance with IFRS Accounting Standards, as adopted by the EU, and 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 and 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, cease operations or has no realistic alternative to doing any of this.

Auditor's responsibility

Our 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 our 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.

A further description of our responsibility for the audit of the annual accounts and consolidated accounts is available on the Swedish Inspectorate of Auditors' website: www.revisorsinspektionen.se/revisornsansvar. This description is part of the auditor's report.

Report on other legal and regulatory requirements

Opinions

In addition to our audit of the annual accounts and consolidated accounts, we have also audited the administration of the Board of Directors and the Managing Director of Hilbert Group AB (publ) for year 2024 and the proposed appropriations of the company's profit or loss.

We 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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 and group's type of operations, size and risks place on the size of the parent company's equity, consolidation requirements, liquidity and position in general.

The Board of Directors is responsible for the company's organization and the management of the company's affairs. This includes among other things continuous assessment of the company and 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

Our objective concerning the audit of the administration, and thereby our 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.

Our objective concerning the audit of the proposed appropriations of the company's profit or loss, and thereby our 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.

A further description of our responsibility for the audit of the administration is available on the Swedish Inspectorate of Auditors' website: www.revisorsinspektionen.se/revisornsansvar. This description is part of the auditor's report.

Remark

The annual accounts and consolidated accounts have not been prepared within the prescribed time period to enable an annual general meeting of shareholders to be held within six months from the end of the financial year, in accordance with Ch. 7, §10 of the Swedish Companies Act.

Without impacting our opinion, we wish to make note that deducted taxes and social security contributions were not paid within the prescribed time periods on a number of occasions.

Stockholm the date indicated by our electronic signature

PricewaterhouseCoopers AB

Johan Engstam
Authorized Public Accountant

This is a translation of the Swedish language original. In the event of any differences between this translation and the Swedish language original, the latter shall prevail.

Other information

FINANCIAL CALENDAR

Interim Report Q2, 2025	29 August, 2025
Interim Report Q3, 2025	28 November, 2025
Interim Report Q4, 2025	28 February, 2026

ADDRESS

Hilbert Group AB (publ)
(Birger Jarlsgatan 2)
Mailbox 545
114 11 Stockholm
Sweden
www.hilbert.group