

SulNOx Group Plc (the "Company" or "SulNOx")
Financial Results for the Six Months to 30 September 2024

(Aquis Stock Exchange: SNOX)

The board of the directors of the Company (the "Board") is pleased to announce its financial results for the six months to 30 September 2024. A copy of these results has been published on the Company's website.

Chairman's Statement

I am pleased to report another 6 months of improving performance with products sales and revenue growth in line with the Board's expectations.

The Board is delighted to report that year to date sales have increased 224.4% to £440.3k and volume of product sold has increased 397.7% to 44.8k litres, compared to the same period in the prior year. Recently, post-Period end, the Company secured additional funding which will be utilised to continue to shape our strategic priorities by enabling a larger product distribution network, an expanded pipeline, and the addition of new personnel to capitalize on SulNOx's existing momentum. We are grateful that existing significant shareholders have added to their position including Constantine Logothetis, Nistadgruppen AS and Unicorn AIM VCT plc, along with investment from marine and international strategic partners, demonstrating their confidence in SulNOx's future potential. Cash generation had been a key focus for the Board, and after the recent capital raise, we are pleased to see the expanded cash flow for the upcoming year that will buttress our ambitious sales targets. Our top priorities will be to continue to focus on sales in expanding geographic locations, and leverage repeat orders from existing land and maritime clients in Africa, Europe and Asia.

During the Period we have consolidated and strengthened our relationships with our existing clients, expanded the product pipeline and evaluations, and deepened our understanding on how to leverage SulNOx's product viability. With a renewed focus on adaptability and strategic planning through our key growth drivers; cost and organisational effectiveness, client diversification, focused sales team, and sustainability, we emerge stronger from 2024 as we continue to leverage on the progress we have made to date. We are underway on new marketing efforts to communicate the product to a broader audience, further global stock locations, additional human resources, and a significant partnership to penetrate the U.S. market. A large part of SulNOx's U.S. focus includes the recent investment by McQuilling Partners, Inc. and their appointment as our preferred partner to promote and sell SulNOx products in North America. With their strong presence serving shipping, commodity, and renewables, we are confident of the opportunities ahead. SulNOx continues to secure its patent footprint and recently announced new markets including Indonesia, Chile, Singapore, Japan and Saudi Arabia, to name a few.

Heading into the New Year, we will continue to maintain the flexibility to change and adapt as both global demands and changing legislation will certainly have an impact on fuel consumption. We are confident that with the existing and expanded team, we are well placed to meet these challenges moving forward.

I would like to thank all of SulNOx's employees and partners for their hard work and commitment throughout 2024, and to our shareholders for their continued support. We are excited about our prospects and look forward to continued success in 2025.

Radu Florescu
Chairman.

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The directors take responsibility for this announcement.

SulNOx Group PLC

Consolidated Statement of Comprehensive income for the 6 months ended 30 September 2024

	Unaudited 6 months to 30-Sep-24 £	Audited year ended 31-Mar-24 £	Unaudited 6 months to 30-Sep-23 £
Revenue	440,327	544,120	135,727
Cost of sales	<u>(244,767)</u>	<u>(373,651)</u>	<u>(78,701)</u>
Gross profit	195,560	170,469	57,026
Administrative expenses	<u>(1,391,385)</u>	<u>(2,052,948)</u>	<u>(926,840)</u>
Operating loss	(1,195,824)	(1,882,479)	(869,814)
Interest receivable and similar income	24,935	25,878	-
Interest payable and similar expenses	-	(3,098)	-
Loss before taxation	(1,170,890)	(1,859,699)	(869,814)
Tax on Loss	<u>-</u>	<u>-</u>	<u>-</u>
Loss for the financial period and total comprehensive income	<u>(1,170,890)</u>	<u>(1,859,699)</u>	<u>(869,814)</u>
Earnings per share (pence)	(0.96)	(1.66)	(0.83)

SulNOx Group PLC

Consolidated Statement of Financial Position as at 30 September 2024

	Unaudited 30-Sep-24 £	Audited 31-Mar-24 £	Unaudited 30-Sep-23 £
Non-current assets			
Intangible assets	6,879,545	7,079,545	7,279,545
Property, plant and equipment	38,504	42,995	13,925
	<u>6,918,049</u>	<u>7,122,540</u>	<u>7,293,470</u>
Current assets			
Inventory	504,635	171,103	128,633
Debtors	286,821	229,263	130,540
Cash at bank and in hand	804,434	2,146,718	562,257
	<u>1,595,890</u>	<u>2,547,084</u>	<u>821,430</u>
Creditors: amounts falling due within one year	<u>(365,286)</u>	<u>(425,722)</u>	<u>(563,589)</u>
Net current assets	1,230,604	2,121,362	257,841
Total assets less current liabilities	8,148,653	9,243,902	7,551,311
	<u>8,148,653</u>	<u>9,243,902</u>	<u>7,551,311</u>
Net assets	<u>8,148,653</u>	<u>9,243,902</u>	<u>7,551,311</u>
Capital and reserves			
Called up share capital	2,431,019	2,426,936	2,176,228
Share premium account	16,764,253	16,717,035	14,391,409
Share based compensation reserve	412,002	387,662	588,959
Profit and loss account	<u>(11,458,621)</u>	<u>(10,287,731)</u>	<u>(9,605,285)</u>
Shareholders' funds	<u>8,148,653</u>	<u>9,243,902</u>	<u>7,551,311</u>

SulNOx Group PLC

Consolidated Statement of Changes in Equity for the 6 months ended 30 September 2024

	Called Up Share Capital £	Share Premium Account £	Share Based Compensation Reserve £	Retained Earnings £	Total £
Balance at 1 April 2023	2,018,831	13,911,991	588,959	(8,735,471)	7,784,310
Loss of total comprehensive income for the period	-	-	-	(869,814)	(869,814)
Issue of share capital	157,397	479,418	-	-	636,815
Balance at 30 September 2023	2,176,228	14,391,409	588,959	(9,605,285)	7,551,311
Loss of total comprehensive income for the period	-	-	-	(682,446)	(682,446)
Issue of share capital	250,708	2,325,626	-	-	2,576,334
Movement on reserve	-	-	(201,297)	-	(201,297)
Balance at 31 March 2024	2,426,936	16,717,035	387,662	(10,287,731)	9,243,902
Loss of total comprehensive income for the period	-	-	-	(1,170,890)	(1,170,890)
Issue of share capital	4,083	47,218	-	-	51,301
Movement on reserve	-	-	24,340	-	24,340
Balance at 30 September 2024	2,431,019	16,764,253	412,002	(11,458,621)	8,148,653

SulNOx Group PLC

Consolidated Cash Flows for the 6 months ended 30 September 2023

	Unaudited 6 months to 30-Sep-24 £	Audited year ended 31-Mar-24 £	Unaudited 6 months to 30-Sep-23 £
Cash flows from operating activities			
Loss for the year after tax	(1,170,890)	(1,859,699)	(869,814)
Adjustments for:			
Amortisation and impairment of intangible assets	200,000	400,000	200,000
Depreciation and impairment of property, plant and equip	5,407	4,358	1,989
Share based equity payment	24,340	106,142	-
Movement in working Capital			
(increase)/decrease in inventories	(333,532)	(92,031)	(49,561)
(increase)/decrease in trade and other receivables	(57,558)	(181,669)	(82,946)
Increase/(decrease) in trade and other payables	(60,436)	65,039	202,906
Cash generated from operations	<u>(1,392,669)</u>	<u>(1,557,860)</u>	<u>(597,426)</u>
Net cash from operating activities	<u>(1,396,669)</u>	<u>(1,557,860)</u>	<u>(597,426)</u>
Cash flows from investing activities			
Purchase of tangible assets	<u>(916)</u>	<u>(31,439)</u>	<u>-</u>
Net cash from investing activities	<u>(916)</u>	<u>(31,439)</u>	<u>-</u>
Cash flows from financing activities			
Proceeds from issue of shares	<u>51,301</u>	<u>3,213,149</u>	<u>636,815</u>
Net cash from financing activities	<u>51,301</u>	<u>3,213,149</u>	<u>636,815</u>
Net increase/(decrease) in cash and cash equivalents	(1,342,284)	1,623,850	39,389
Cash and cash equivalents at beginning of year	<u>2,146,718</u>	<u>522,868</u>	<u>522,868</u>
Cash and cash equivalents at end of year	<u>804,434</u>	<u>2,146,718</u>	<u>562,257</u>

SulNOx Group Plc

Notes to the Interim Financial Statements

1. General Information

SulNOx Group Plc is a public limited company ("The Company") incorporated in England & Wales (registration number 08449586). The Company is domiciled in the United Kingdom and its registered office is 10 Orange Street, London WC2H 7DQ. The Company's ordinary shares are traded on the AQSE Growth Market ("AQSE"). Copies of the interim report are available from the Company's website www.sulnoxgroup.com. Further copies of the Interim Report and Accounts may be obtained from the address above.

The Company's principal activity is the procurement of orders for customers wishing to use two fuel emulsifier products previously developed by the group and now owned under licence to Nouryon BV.

2. Basis of Preparation

The interim financial statements of the Company and its subsidiaries for the six months ended 30 September 2024, which are unaudited, have been prepared in accordance with International Financial Reporting Standards ("IFRS").

The financial information contained in the interim report does not constitute statutory accounts as defined in Section 435 of the Companies Act 2006. The financial information for the full preceding statutory reporting period is based on the statutory accounts for the year ended 31 March 2024. Those accounts, upon which the auditors, Gravita Audit Limited, issued a report which was unqualified, have been delivered to the Registrar of Companies.

As permitted, this interim report has been prepared in accordance with the AQSE Growth Market Rules for Issuers and not in accordance with IAS 34 "Interim Financial Reporting" therefore it is not fully compliant with IFRS.

The interim financial statements are presented in sterling.

3. Loss per share

Basic loss per share is 0.96p. The basic loss per ordinary share is calculated by dividing the loss of £1,170,890 by 121,448,875, the weighted average number of shares in issue during this period.

The loss attributable to equity holders (holders of ordinary shares) of the Company for calculating the fully diluted loss per share is identical to that used for calculating the loss per share. The exercise of share options would have the effect of reducing the loss per share and is therefore anti-dilutive