



2022

Company Update

Desert Control AS

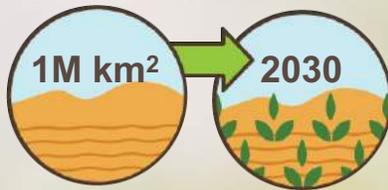


**DESERT
CONTROL**

Our
vision

MAKING EARTH GREEN AGAIN

to foster the prosperity of life



Cultivate and green
100 Million Hectares
of degraded land and
desert by 2030



Contribute to sustainable social
impact, immense water savings
and balance the climate with
increased carbon sequestering



Establish a Sub Sahara
social impact initiative
by 2025 to reduce
poverty and hunger



Desert Control



Focus

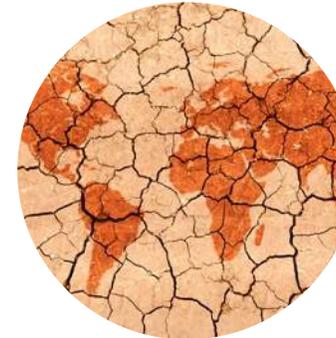
Climate-smart agriculture technology to combat desertification by regenerating soil ecosystems to solve water- and natural resources scarcity

Combat Desertification



12 million hectares of fertile land perish to desertification and droughts annually

Strengthen Food Security



Less than 60 years left for global agriculture if soil degradation continue at current pace

Reduce Water Scarcity



1.8 Billion people will suffer absolute water scarcity by 2025



Solution

Liquid Natural Clay (LNC) restores and protects soil, enhances the soil ecosystem, reduces water and fertilizer usage, and increases soil health and plant productivity

Agriculture



Trees and forest



Green landscapes

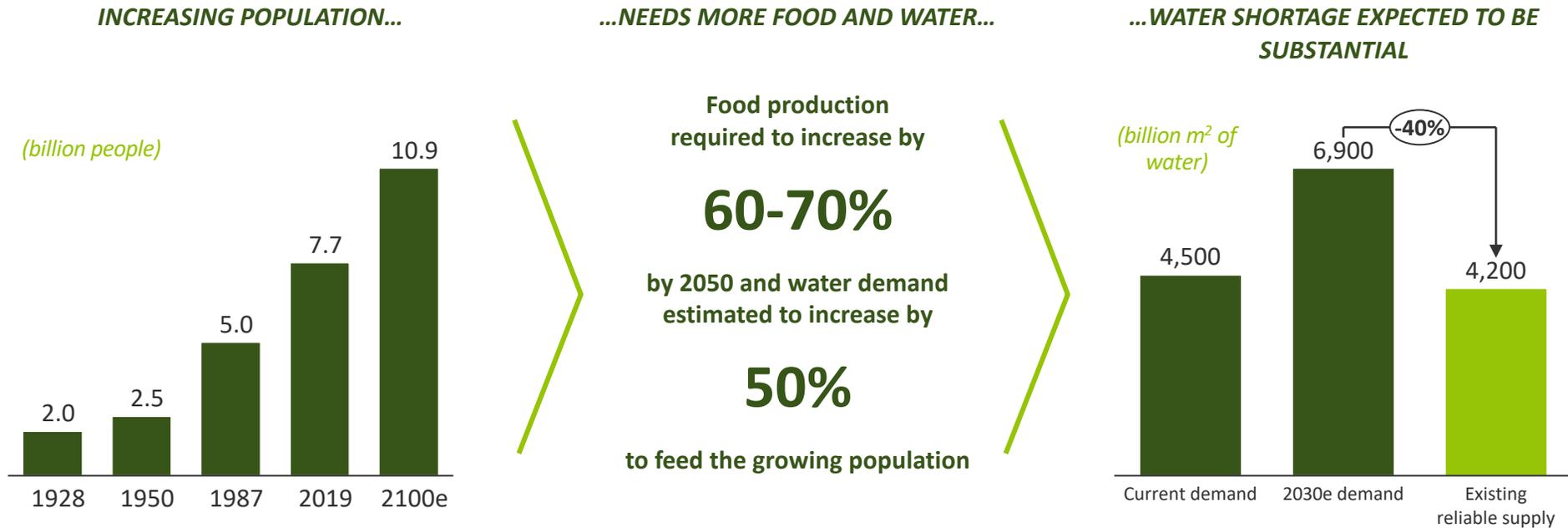


Our Purpose

(Why we do what we do)



Population growth drives increased demand for food and water



By 2025, 1.8 billion people will experience absolute water scarcity, and 2/3 of the world will be living under water-stressed conditions



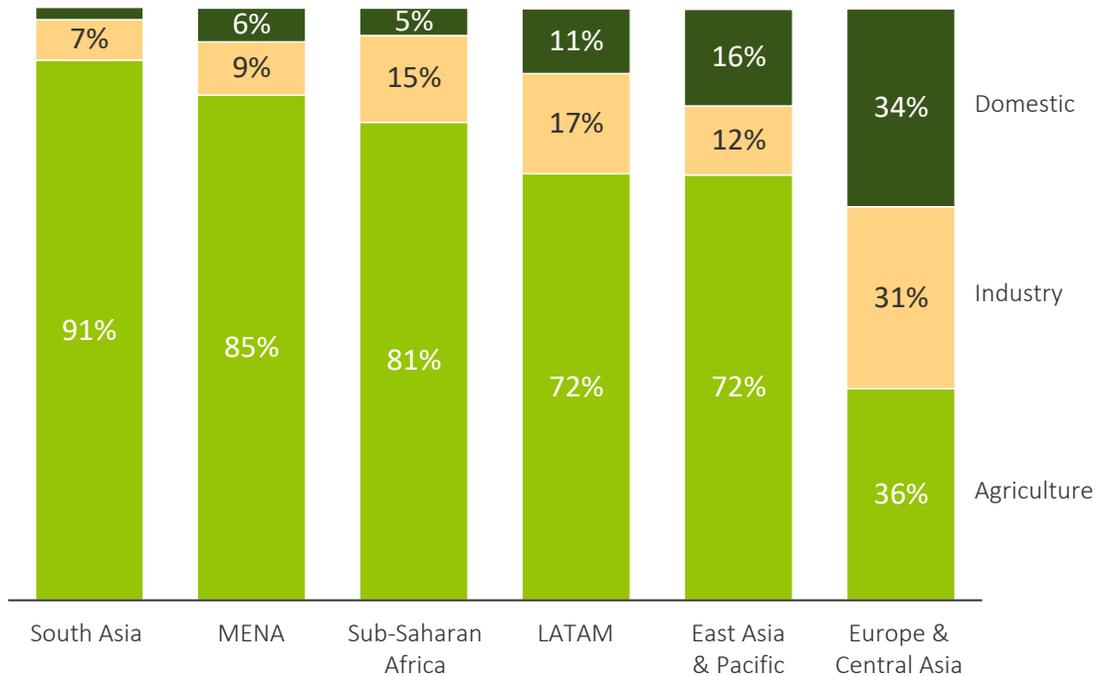
United Nations
Convention to Combat Desertification

Source: Our World Data; Food and Health Organization; Water 2030 Global Water Supply and Demand model; agricultural production based on IFPRI IMPACT-WATER base case

Food production depends on water

> 70% of the freshwater in the world is used for agriculture

SHARE OF FRESHWATER WITHDRAWALS BY SECTOR (%)



- The shortfall between demand and supply of water is estimated to be 40% by 2030
- Approx. 1/3 of the population will live in areas where the deficit is >50%
- The agriculture industry represents the single largest consumer of water in the world, accounting for ~70% of water withdrawals
 - Water challenges are therefore closely tied to food provisions and trade

Current approaches in agriculture yield low water efficiency

The United Nations declares desertification the greatest environmental threat of our time

110

Countries exposed to desertification and land degradation

1.3Bn

People trapped on degrading agricultural land

12m

Hectares of productive land turns barren every year

20%

Of Earths drylands degraded

52%

Of agricultural land affected by soil degradation

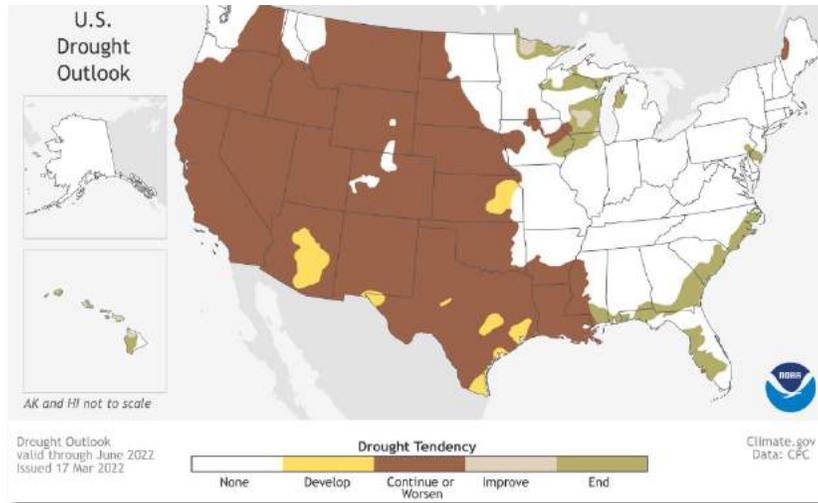
<60 years

Farming left at the current pace of degradation

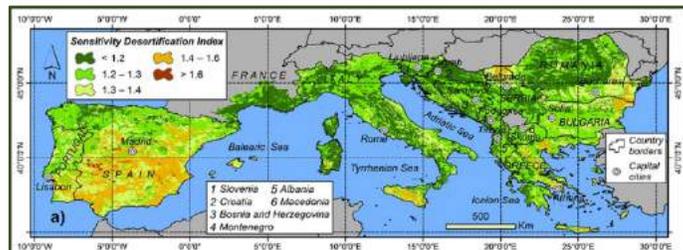
\$490Bn
annual cost
world-wide

Desertification and soil degradation is not limited to desert regions

2022



2008



2017



 **US**

>40% of the continental US is at risk of desertification

 **Spain**

74% of territory at risk of desertification

 **Portugal**

+50% of mainland at risk of desertification

 **Cyprus**

99% of territory vulnerable to desertification

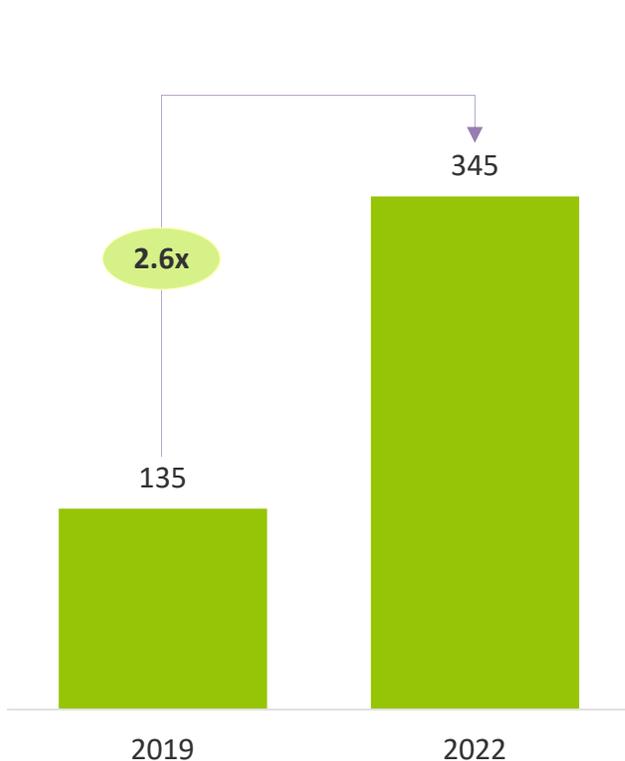
 **Italy**

59% of territory with a higher or medium sensitivity to desertification

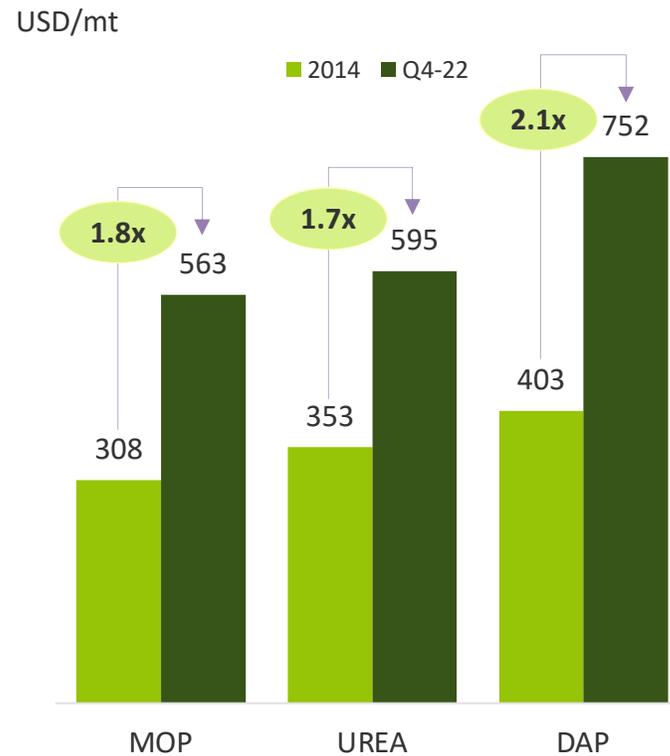
The need for LNC has never been higher

(2022 has seen accelerated food shortages & focus on supply chains and sourcing)

Massive increase in acute food insecurity...



...with soaring prices...



...leading to government action

US inflation reduction act

- \$19.5bn** agricultural conservation efforts
- \$4bn** mitigating the impacts of long-term drought
- \$5bn** forest mgmt., planning and restoration

Colorado river water allocations

- 30% reduction** in water allocated to farmers in 2022
- 22% further reduction** in water allocated to farmers in 2023

2022 EU-wide Biodiversity Strategy

EUR 20bn

Restore degraded ecosystems at land and sea across the whole of Europe by i.e. – Increasing organic farming and biodiversity rich landscape features on agricultural land

Source: World food programme; FactSet, Nasdaq, Indexmundi

Our Solution

(Innovation and Technology)



Desert Control's LNC is part of the solution

Enhances soil ecosystems and increases water-holding capacity of sandy and arid soil – reduces water and fertilizer usage and improves soil health

1. UNIQUE FORMULATION PROCESS

Clay and natural minerals are formulated into a liquid compound (thin as water) by unique nano-processing

2. APPLY

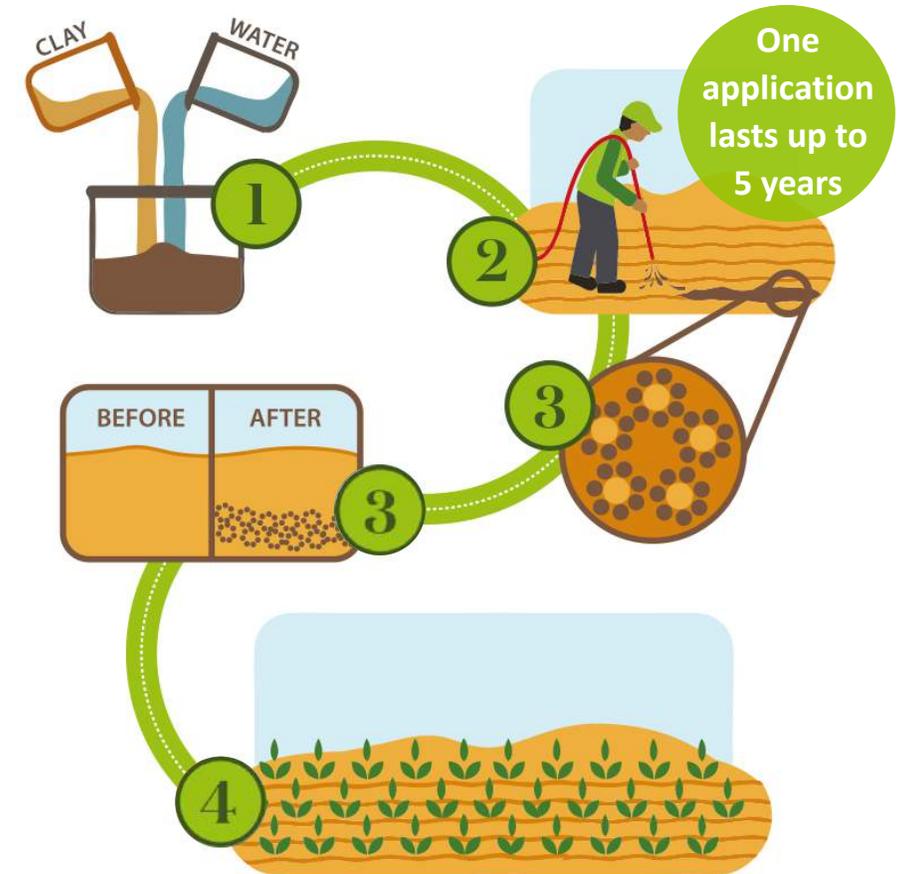
The liquid is applied directly to sand or degraded soil by spraying or using traditional irrigation techniques

3. EFFECT

The liquid bonds with sand particles forming a soil structure that retains water and nutrients like a sponge

4. RESULT

- Fostering a resilient and regenerative soil ecosystem
- Reducing water and fertilizer usage by 20-50%
- Empowering biodiversity and plant productivity
- Enhancing carbon sequestration and storage



The problem LNC targets to solve

< 15% of irrigation water is retained in the topsoil for plants to utilize



1 Most of the water is lost to deep drainage that causes wash-out of fertilizers (leaching), loss of other inputs, organic matter and biodiversity



2 Increased use of water requires more energy (pumps, irrigation, desalinization, drainage systems, water treatment facilities, etc.)



3 Excessive irrigation accelerates soil salinization

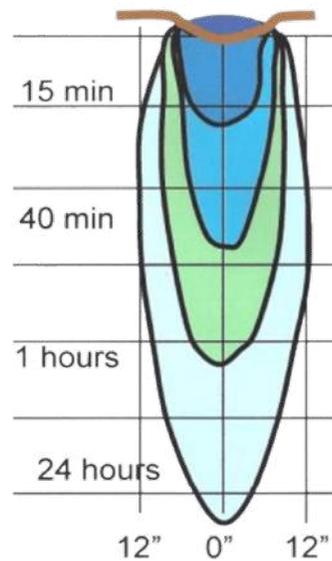
In sum, these factors deteriorate soil health, yield efficiency, and the land's resilience towards droughts and climate change



How LNC works

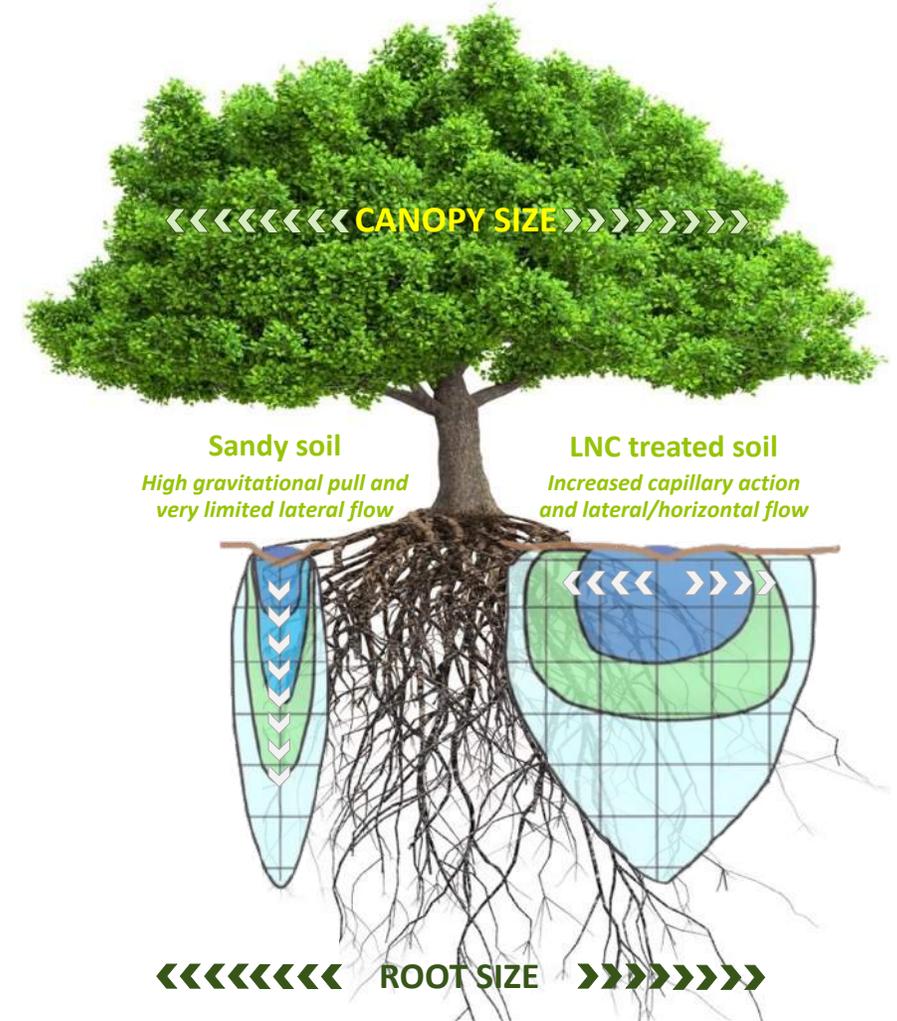
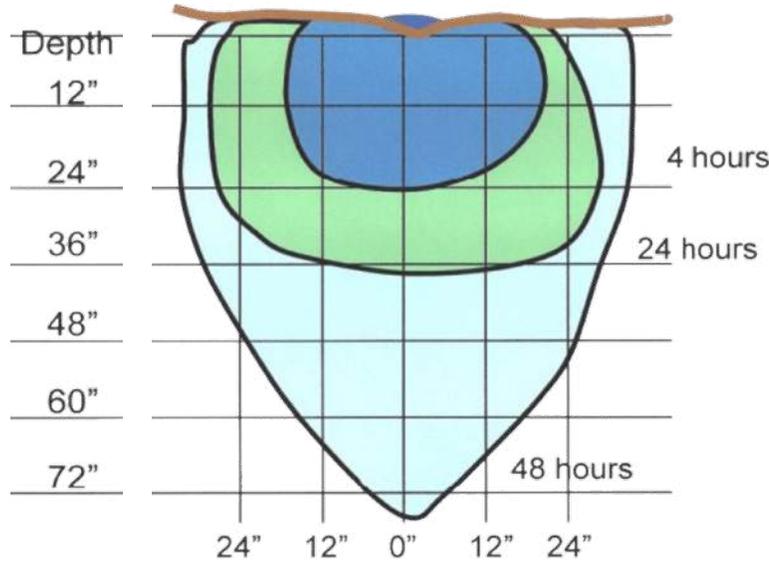
Sandy soil

Large particle sizes, small surface area, large pore space
High gravitational pull



LNC treated sandy soil behaves more like a clay-rich fertile soil

Small particle sizes, large surface area, small pore space
Capillary action

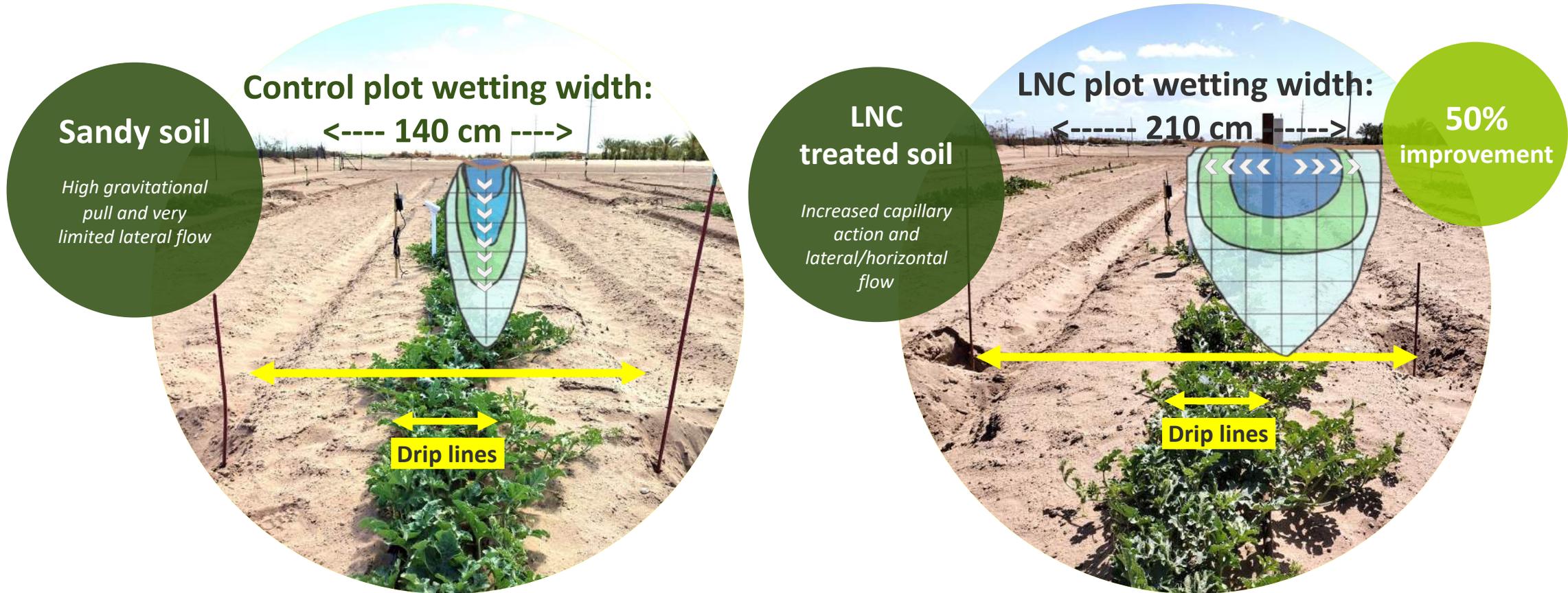


LNC enhances the soil ecosystem by positively impacting capillary action, reducing gravitational pull of water through the topsoil, facilitating lateral flow, and increasing soil water holding capacity



Increased lateral flow

(LNC validation study at the University of Arizona)



LNC facilitates up to 50% wider movement of the water in the topsoil (measured from drip point)

A unique non-intrusive nature-based solution

Conventional methods for soil enhancement are intrusive, time consuming and costly

Impact measurement and transparency enabled by digital services platform

INTRUSIVE
(mechanical/manual intervention)



Solid form soil amendment

Intrusive soil enhancement treatments are costly, time consuming and to a large extent less effective

VS.

NON-INTRUSIVE
(self-percolating into the soil)



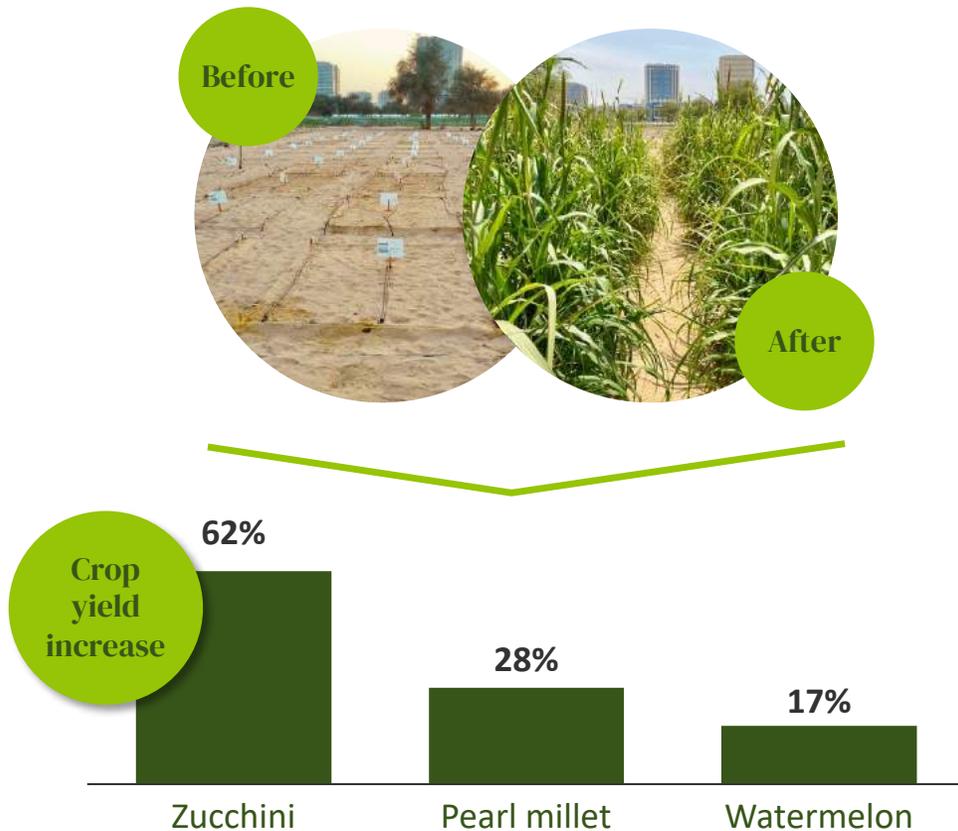
Liquid soil amendment

Desert control's LNC process is the only non-intrusive soil enhancement option



With proven, measurable benefits

UAE desert example



Other benefits



20-50% water and fertilizer savings, increased yields and organic matter, reduced salinity & improved overall soil health

Benefits of soil ecosystem enhancement

LNC changes the ecosystem of sandy soils to behave like clay-rich fertile soil

1

Reduces pressure on natural resources



- Reduces consumption (and loss) of water, fertilizers, urea, compost, manure, and other amendments
- Reduces leaching of chemicals that pollute nature, water systems
- Aligned with principles of regenerative and organic and farming

Up to 50% water and fertilizer savings

2

Improves plant health and yield



- Soil that retains water and nutrients is more resilient to droughts and climate change
- LNC treatment reduces soil salinity and fosters soil health
- Soil that retains nutrients and organic matter improves yields and quality

Increased yield and better crop quality

3

Reduces operational costs



- Reduced frequency of irrigation can lower labor intensity and costs
- Increased soil water holding capacity lowers cost of irrigation infrastructure
- Reduced attrition on irrigation systems, pumps and generators

Lower labor and maintenance costs

4

Lowers pressure on infrastructure



- Reduces pressure on water and drainage systems
- Reduces energy consumption (pumps, desalination, water treatment)
- This further reduces emissions of CO2 and greenhouse gases

Lower energy costs and carbon footprint

5

Restores biodiversity and captures carbon

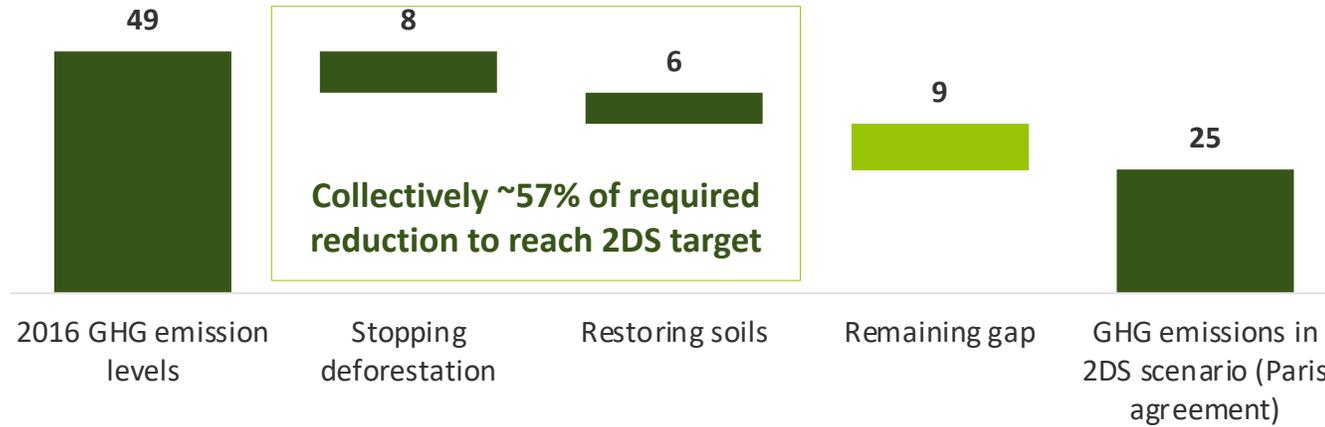


- Fosters soil health and strengthens above and below ground biodiversity
- One teaspoon of healthy soil contains more living organisms than there are people on earth
- LNC-treated soil rich in biodiversity captures and stores more carbon

Triple bottom line opportunity

Nature-based solutions; vital for a stable climate

Global GHG emissions (Gt)



Stopping deforestation, restoring forests and improving forestry practices could cost-effectively remove:

8bn Metric tons of carbon dioxide annually = **1.7bn** Cars eliminated **>** All cars in the world today *More than*

Restoring soils can further remove another **6bn** Metric tons annually

ADDRESSING MULTIPLE KEY UN SUSTAINABLE DEVELOPMENT GOALS

1 NO POVERTY, 2 ZERO HUNGER, 3 GOOD HEALTH AND WELL-BEING, 4 QUALITY EDUCATION, 5 GENDER EQUALITY, 6 CLEAN WATER AND SANITATION, 7 AFFORDABLE AND CLEAN ENERGY, 8 DECENT WORK AND ECONOMIC GROWTH, 9 INDUSTRY, INNOVATION AND INFRASTRUCTURE, 10 REDUCED INEQUALITIES, 11 SUSTAINABLE CITIES AND COMMUNITIES, 12 RESPONSIBLE CONSUMPTION AND PRODUCTION, 13 CLIMATE ACTION, 14 LIFE BELOW WATER, 15 LIFE ON LAND, 16 PEACE, JUSTICE AND STRONG INSTITUTIONS, 17 PARTNERSHIPS FOR THE GOALS

SUSTAINABLE DEVELOPMENT GOALS

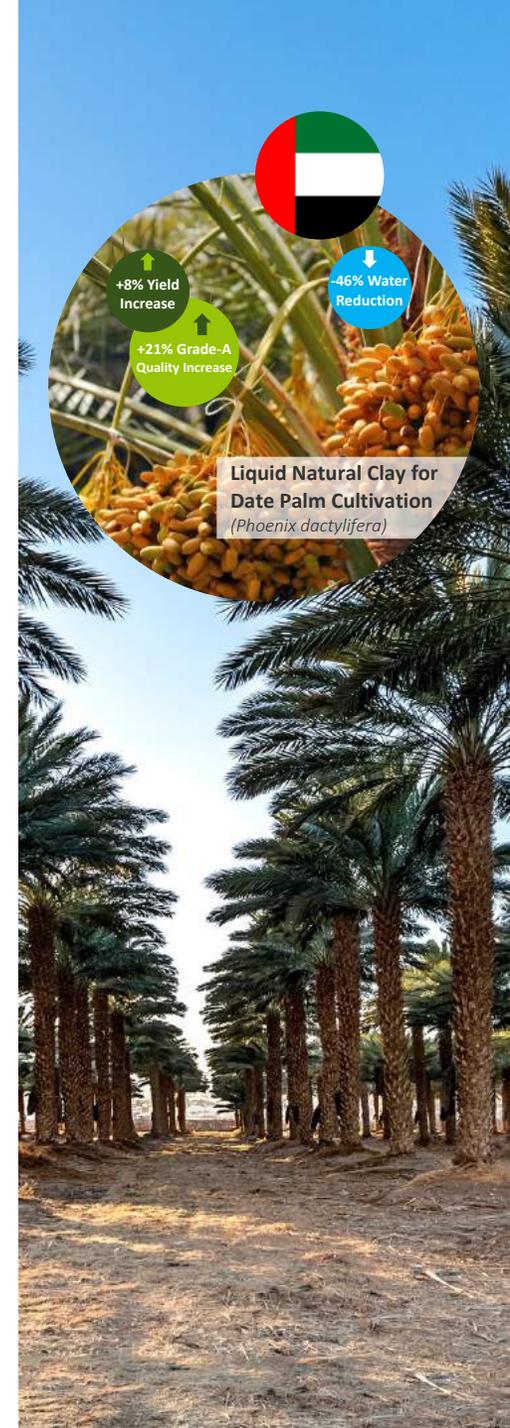
In a conservative estimate of \$20 /t this translates to \$280Bn of annual carbon credits

Results and impact of LNC

SAMPLE OF REFERENCE RESULTS FROM THE UAE

| CROPS/VEGETATION | WATER SAVINGS | SEGMENT | LOCATION |
|---|---------------|--------------|---|
| Pearl Millet, Zucchini and Watermelon | 40% | Agriculture | ICBA* in Dubai (Independent validation) |
| Carrots, Cauliflower, Green Pepper and Lady Fingers | 40% | Agriculture | Private farm in Al Ain, Abu Dhabi |
| Cucumber, Basil, and Beetroot (Greenhouse) | 46% | Agriculture | Research farm in Al Ain, Abu Dhabi |
| Sweet Corn | 35% | Agriculture | Private farm in Dubai |
| Date Palms (1 st harvest: Increase of 8% on yield and 21% for grade A) | 46% | Agriculture | Mawarid Project – Al Ain, Abu Dhabi |
| Fruit Trees (Pomegranate, Guava, Rose apples, Mango, Citrus, ++) | 50% | Agriculture | Fruit farm – Jabal Hafeet |
| Date Palms | 50% | Agriculture | Private farm – Al Ain, Abu Dhabi |
| Salvadora, Ghaf, and Ziziphus (Native forest trees) | 51% | Forest/trees | Forest in Al Khazna, Abu Dhabi |
| Salvadora (Native forest trees irrigated with saline treated water) | 57% | Forest/trees | Forest in Al Faya, Abu Dhabi |
| Ghaf (New plantation – first 4 months) | 35% | Forest/trees | Forest in Sweihan, Abu Dhabi |
| Bermuda Grass | 47% | Landscaping | ICBA* in Dubai (Independent validation) |
| Palm Trees | 50% | Landscaping | Luxury residential resort in Dubai |
| Paspalum Grass | 40% | Landscaping | Luxury residential resort in Dubai |
| Paspalum Grass & Decorative trees | 40% | Landscaping | In5 Tech (Tecom) – Dubai |
| Mixed native groundcover & trees | 50% | Landscaping | Sports park – Abu Dhabi |
| Lawn Area | 35% | Landscaping | VIP area in Abu Dhabi |
| Turf Grass / Lawn Area | 36% | Landscaping | Public park in Abu Dhabi |

* ICBA – International Center for Biosaline Agriculture



Agenda / Q3 2022

Q3 2022 REPORT AND FINANCIAL RESULTS / COMPANY PRESENTATION



Q3 Highlights



Financials



Outlook



**Questions
and answers**

Q3 and Year-to-Date Highlights



GAIN ACCELERATED COMMERCIALIZATION IN THE UNITED STATES

- Progressing ahead of initial expectations
- Limoneira Company
- Strengthening the team
- Positive results with the University of Arizona
- Establishing office in Yuma



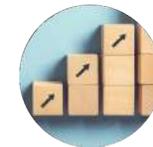
REACH LARGE-SCALE ADOPTION OF LNC IN THE MIDDLE EAST

- Operationalizing the Mawarid partnership
- Restructuring Desert Control Middle East
- Starting commercial traction
- Exceptional date palm results



OBTAIN A STRATEGIC POSITION TO GROW INTO SOUTHERN EUROPE

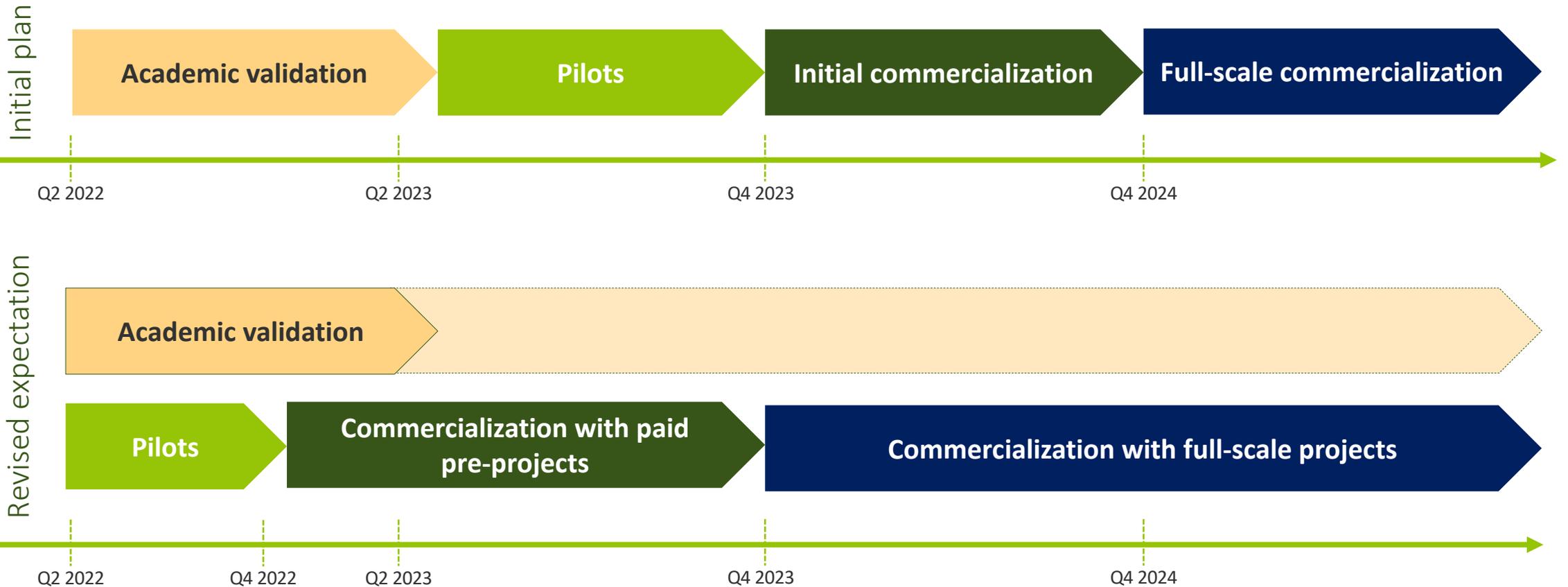
- Entered into MoU with Amarenco Group



WATERPROOF THE FOUNDATION FOR GLOBAL SCALE-UP

- Increased efficiency with lower operational costs
- Strengthened management
- Agility and scale-on-demand

Progressing ahead of expectations in the United States



Gain accelerated commercialization in the United States



COMMERCIALIZE

Strategic contract with Limoneira Company for commercial pre-projects



FOUNDATION

Strengthening the team to accelerate commercialization



VALIDATION

Expanding the validation program with additional crops



Limoneira Company

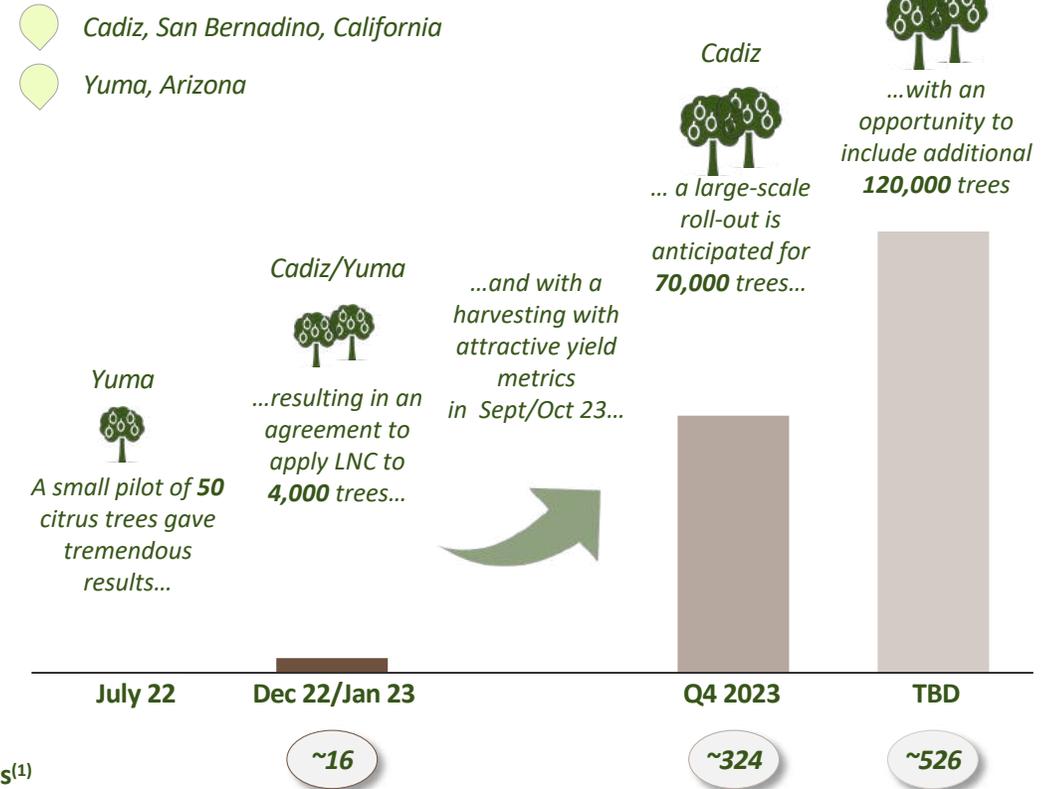


One of the premier integrated agribusinesses in the world

Over 6,200 hectare of rich agricultural lands, real estate properties and water rights

Leading producer of lemons, avocados, oranges, specialty citrus

Will strengthen the foundation for an accelerated scale-up of Desert Controls U.S operations

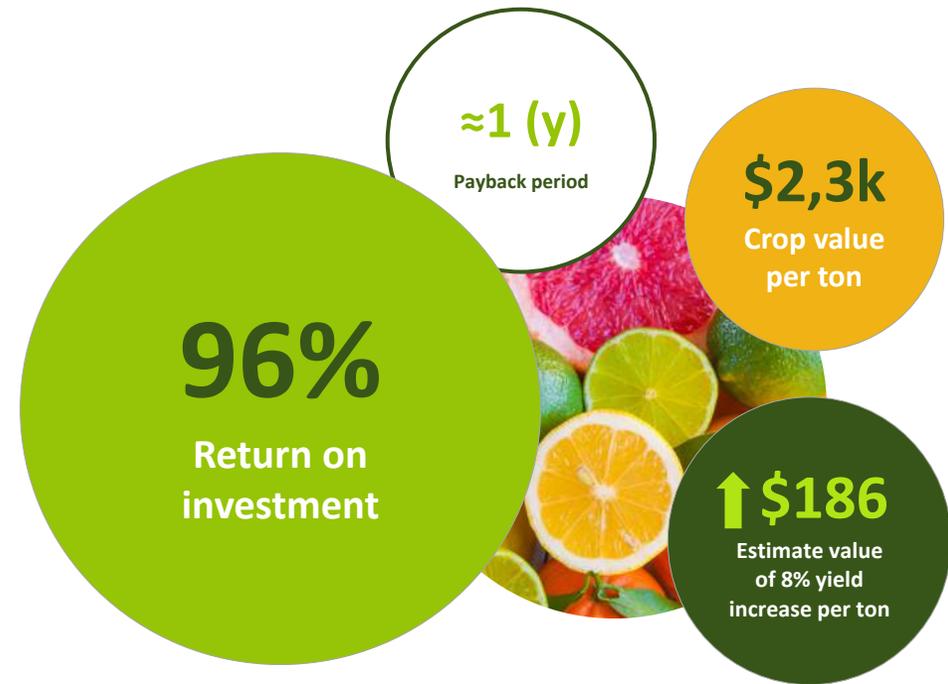
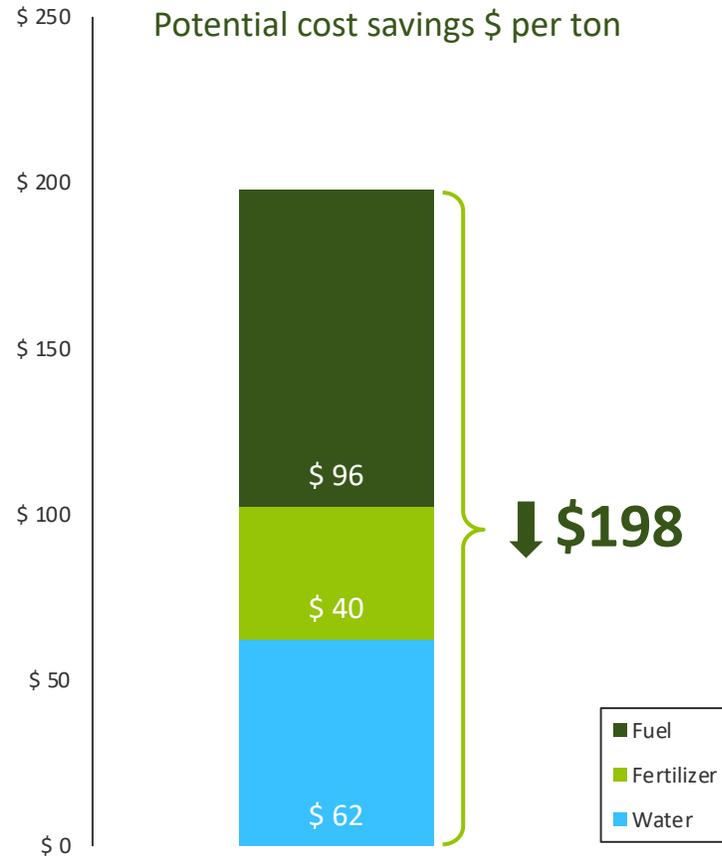


Aims to demonstrate the capabilities of LNC to meet Limoneira's sustainability objective of reducing fertilizer usage and improving energy and water use efficiency in water-scarce areas

Business case – citrus scenario

(Based on findings from pilots)

Potential cost savings \$ per ton

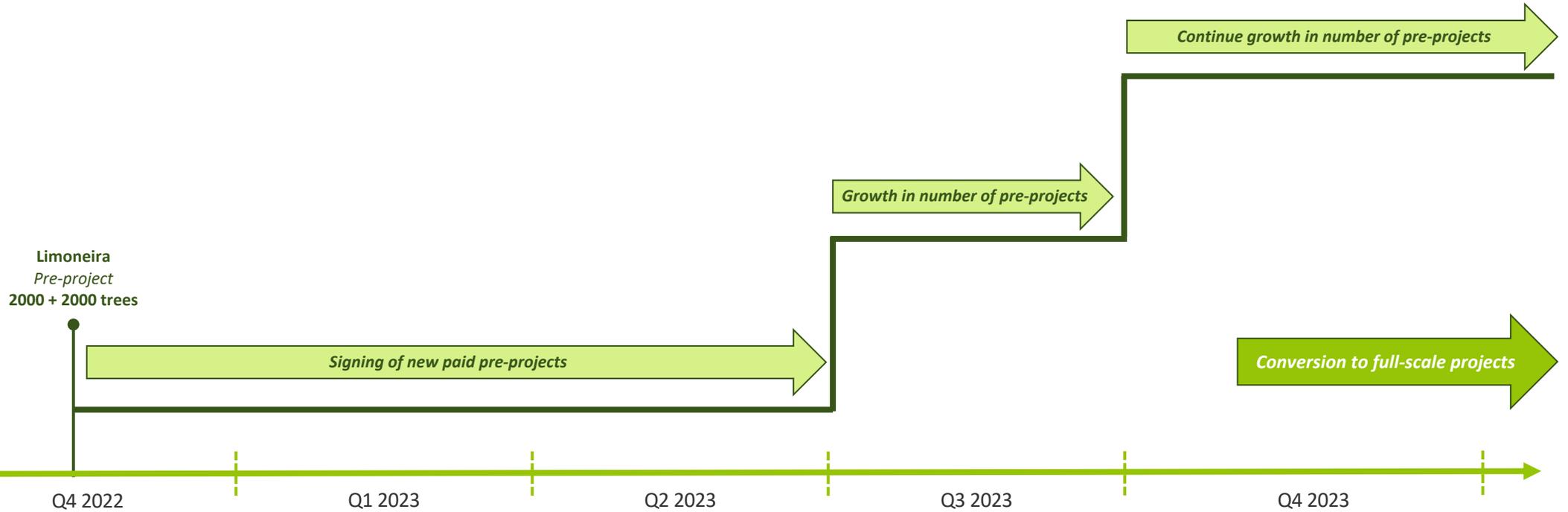


ROI is based on water, fertilizer, fuel/energy savings (40% reduction) and 8% yield increase – Additional value potential from fruit quality, crop resilience and sustainability –

Ambition 2023



DEVELOP PIPELINE OF PROJECTS

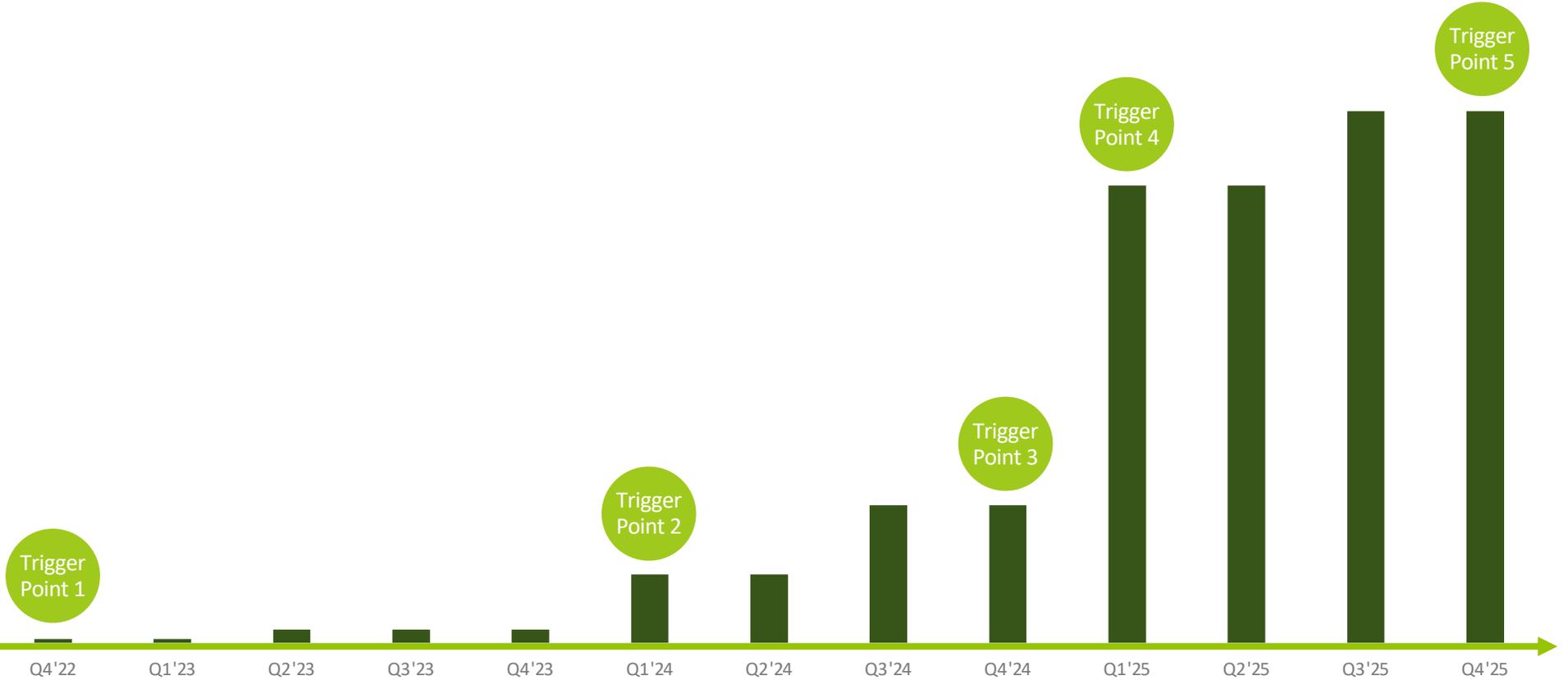


U.S. Ambition 2023 – 2025



Trigger points = success achieved (backward-looking destination statements)

DEVELOP REVENUE SCALE-UP



Reach large-scale adoption of LNC in the Middle East



STREAMLINE

Operationalizing Mawarid Desert Control and restructuring Desert Control Middle East



COMMERCIALIZE

Starting to gain traction with MDC strategic commercial pre-projects



COMMUNICATE

Exceptional impact for LNC on date palms



Business case – date cultivation scenario

(Based on findings from pilots)

Business case for date trees customer (UAE example scenario)

| | |
|--|--------------|
| Number of trees (average estimate for 1 ton of yield) | 16.7 |
| Crop value (per ton) | \$1 350 |
| Watering costs (per ton) (before LNC treatment) | \$913 |
| LNC impact on water savings ↓ | \$420 (-46%) |
| LNC est. Durability | 3-5 year |
| Est. LNC investment cost (per ton) | \$600 |



*Note: est. based on blended price classes (commercial quality category) and before scenario: 30/70 % mix between Grade A/B

ROI is based strictly on water savings (simulated at 46% reduction)
– Additional value from reduced usage of fertilizers and increased yield gives < 1-year payback –

Business case – landscape scenario

(Based on findings from pilots)

COST SAVINGS

Business case for UAE landscaping customer
(example scenario)

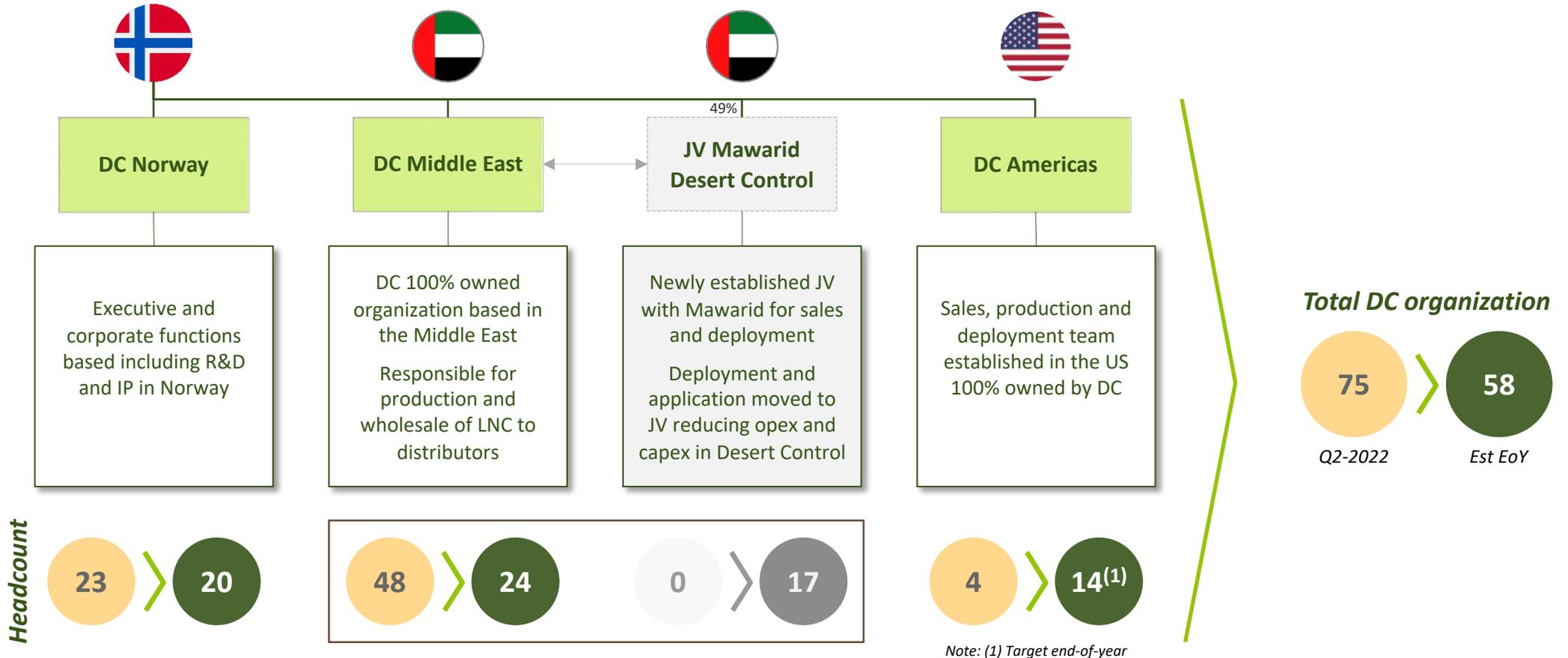
| | |
|---|---------------|
| Landscape size | 50 Hectares |
| Watering costs (p.a.) (before LNC treatment) | \$1.25m |
| LNC impact on water savings ↓ | \$600k (-47%) |
| LNC est. Durability | 3-5 year |
| LNC treatment cost (estimated at \$2/m2) | \$1.0m |



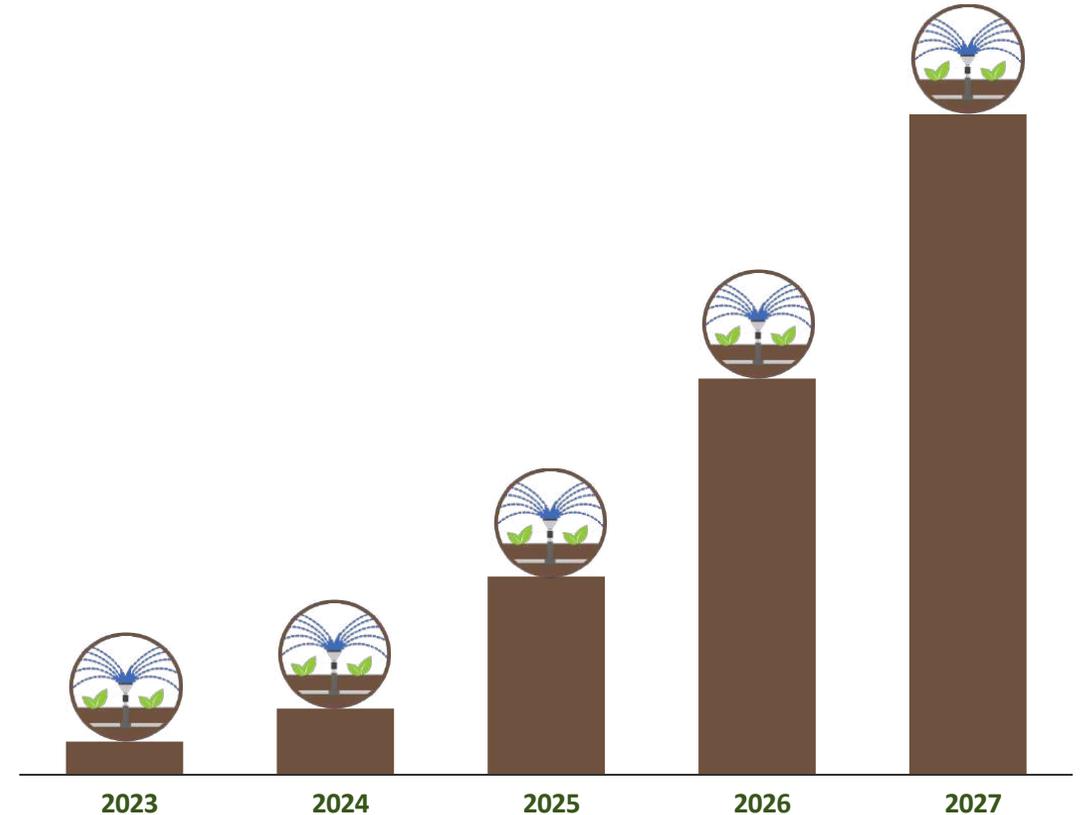
ROI is based strictly on water savings (simulated at 47% reduction)
 – Additional value potential from reduced fertilizer and energy usage –

Streamlined organization

New organizational structure with optimized operational costs



Obtain a strategic position to grow into Southern Europe



Desert Control will support Amarencó in its initiatives to offset its energy production facilities by investing in biodiversity protection and soil regeneration

Waterproof the foundation for global scale-up

EFFICIENCY

Increased efficiency with lower operational costs



LEADERSHIP

Strengthened management team prepares us for future growth



SCALE ON DEMAND

Allows for linking investments to signed customer agreements



Agenda / Q3 2022

Q3 2022 REPORT AND FINANCIAL RESULTS / COMPANY PRESENTATION



Q3 Highlights



Financials



Outlook



**Questions
and answers**

Financial key figures

THIRD QUARTER 2022

[third quarter 2021 in brackets]

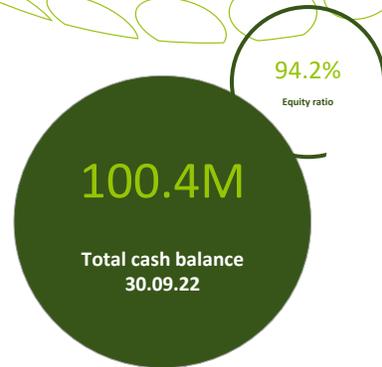
- Revenue NOK 0.1M [NOK 2.3M]
- EBITDA NOK -21.6M [NOK -7.8M]
- Profit or loss for the year NOK -14.7M [NOK -8.5M]
- Gross R&D expenses NOK 0.1M [NOK 3.4M]

FIRST NINE MONTHS 2022

[first nine months 2021 in brackets]

- Revenue NOK 1.2M [NOK 2.3M]
- EBITDA NOK -64.7M [NOK -20.5M]
- Profit or loss for the year NOK -55.2M [NOK -21.2M]
- Gross R&D expenses NOK 2.6M [NOK 3.4M]
- Innovation Norway / grants NOK 2.9M [NOK 1M]

- Total cash balance 30.09.22 (bank deposits and funds) NOK 100.4M [NOK 191.2M]
- Equity 30.09.22 NOK 133.3M (equity ratio 94.2%) [NOK 202.8 (94.7%)]



Consolidated statement of comprehensive income

| (Amounts in NOK thousand) | Notes | Quarters | | First nine months (YTD) | | Full Year |
|--------------------------------------|-------|----------------|---------------|-------------------------|----------------|----------------|
| | | Q3 2022 | Q3 2021 | 2022 | 2021 | 2021 |
| Revenue from sales | 2.1 | 129 | 2 277 | 1 182 | 2 277 | 3 127 |
| Other income | | - | - | - | - | - |
| Total income | | 129 | 2 277 | 1 182 | 2 277 | 3 127 |
| Cost of goods sold (COGS) | | 616 | 325 | 2 358 | 519 | 563 |
| Gross margin | | -487 | 1 952 | -1 177 | 1 758 | 2 564 |
| Salary and employee benefit expenses | | 13 941 | 5 075 | 44 104 | 9 655 | 14 993 |
| Other operating expenses | | 7 193 | 4 741 | 19 444 | 12 563 | 18 662 |
| Depreciation and amortisation | | 1 707 | -212 | 4 294 | 229 | 1 544 |
| Impairment | | - | - | - | - | 658 |
| Operating profit or loss | | -23 328 | -7 652 | -69 018 | -20 688 | -33 293 |
| Finance income | | 8 635 | -899 | 14 415 | -527 | 1 730 |
| Finance costs | | 33 | 3 | 620 | 28 | 179 |
| Profit or loss before tax | | -14 725 | -8 555 | -55 223 | -21 243 | -31 743 |
| Income tax expense | | - | - | - | - | - |
| Profit or loss for the year | | -14 725 | -8 555 | -55 223 | -21 243 | -31 743 |

Consolidated statement of financial position

| (Amounts in NOK thousand) | Notes | 30.09.2022 | 30.09.2021 | 31.12.2021 |
|---------------------------------|-------|----------------|----------------|----------------|
| ASSETS | | | | |
| Non-current assets | | | | |
| Goodwill | | 8 032 | 6 504 | 6 504 |
| Research and development | | - | - | - |
| Property, plant and equipment | | 24 345 | 2 482 | 10 525 |
| Investment in subsidiaries | | - | - | - |
| Right-of-use assets | | 1 240 | 2 324 | 2 006 |
| Deferred tax assets | | - | - | - |
| Total non-current assets | | 33 616 | 11 309 | 19 036 |
| Current assets | | | | |
| Inventory | | 99 | - | - |
| Accounts receivable | | 127 | 771 | 544 |
| Other receivables | | 7 228 | 10 884 | 5 597 |
| Intercompany receivables | | - | - | - |
| Other current financial assets | | 40 943 | 90 000 | 77 347 |
| Cash and cash equivalents | 4.5 | 59 453 | 101 173 | 101 924 |
| Total current assets | | 107 850 | 202 828 | 185 412 |
| TOTAL ASSETS | | 141 466 | 214 137 | 204 447 |

Consolidated statement of financial position (continue)

| (Amounts in NOK thousand) | Notes | 30.09.2022 | 30.09.2021 | 31.12.2021 |
|--------------------------------------|-------|----------------|----------------|----------------|
| EQUITY AND LIABILITIES | | - | - | - |
| Equity | | - | - | - |
| Share capital | | 123 | 122 | 122 |
| Share premium | | 230 849 | 230 849 | 230 849 |
| Currency translation differences | | -6 052 | 384 | -107 |
| Retained earnings | | -91 658 | -28 523 | -36 592 |
| Total equity | - | 133 263 | 202 832 | 194 272 |
| Non-current liabilities | | - | - | - |
| Non-current lease liabilities | | - | 521 | 1 423 |
| Deferred tax liabilities | | - | - | - |
| Non-current provisions | | - | - | - |
| Total non-current liabilities | | - | 521 | 1 423 |
| Current liabilities | | - | - | - |
| Current lease liabilities | | 648 | 1 402 | 528 |
| Trade and other payables | | 4 597 | 223 | 2 523 |
| Intercompany payables | | - | - | - |
| Public duties payable | | -209 | 347 | 1 023 |
| Other current liabilities | | 3 167 | 1 323 | 1 497 |
| Contract liabilities | | - | 7 488 | 3 181 |
| Total current liabilities | | 8 203 | 10 784 | 8 751 |
| Total liabilities | | 8 203 | 11 305 | 10 175 |
| TOTAL EQUITY AND LIABILITIES | | 141 466 | 214 137 | 204 447 |

Consolidated statement of cash flows

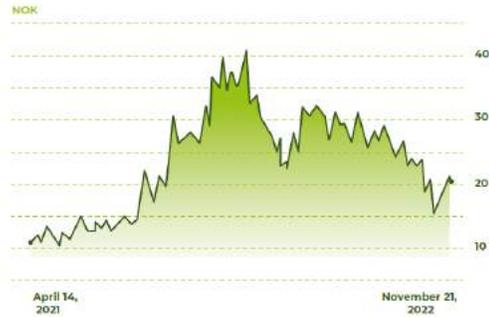
(Amounts in NOK thousand, unaudited)

| | Notes | Quarters | | First nine months | | Full Year |
|--|-------|----------------|---------------|-------------------|----------------|----------------|
| | | Q3 2022 | Q3 2021 | 2022 | 2021 | 2021 |
| Cash flows from operating activities | | | | | | |
| Profit or loss before tax | | -14 725 | -8 555 | -55 223 | -21 243 | -31 743 |
| Adjustments to reconcile profit before tax to net cash flows: | | | | | | |
| Net financial income/expense | | -8 603 | 902 | -13 795 | 555 | -1 550 |
| Depreciation and amortisation | | 1 707 | -212 | 4 294 | 229 | 1 544 |
| Impairment | | - | - | - | - | 658 |
| Share-based payment expense | | 33 | 139 | 157 | 672 | 811 |
| Working capital adjustments: | | | | | | |
| Changes in accounts receivable and other receivables | | 1 241 | -1 272 | -1 313 | -9 653 | -4 139 |
| Changes in trade payables, duties and social security payables | | -552 | -211 | 842 | -683 | 2 292 |
| Changes in other current liabilities and contract liabilities | | -546 | -270 | -872 | 6 714 | 2 579 |
| Net cash flows from operating activities | | -21 445 | -9 479 | -65 909 | -23 410 | -29 547 |
| Cash flows from investing activities | | | | | | |
| Purchase of property, plant and equipment | | -2 643 | -2 828 | -13 798 | -3 242 | -10 632 |
| Purchase of financial instruments | | 247 | - | 36 744 | -90 000 | -77 009 |
| Proceeds from sale of property, plant and equipment | | 890 | - | 890 | - | 300 |
| Interest received | | 594 | 295 | 594 | 295 | 462 |
| Net cash flow from investing activities | | -912 | -2 534 | 24 430 | -92 948 | -86 879 |

Consolidated statement of cash flows (continue)

| | Notes | Quarters | | First nine months | | Full Year |
|---|-------|---------------|----------------|-------------------|----------------|----------------|
| | | Q3 2022 | Q3 2021 | 2022 | 2021 | 2021 |
| Cash flow from financing activities | | | | | | |
| Proceeds from issuance of equity | 3 | - | - | 1 200 000 | 200 000 | 200 000 |
| Transaction costs on issue of shares | 3 | - | - | -10 093 | -10 093 | -10 093 |
| Lease payments | | -824 | -727 | -1 551 | -1 087 | -1 098 |
| Interest paid | 3 | -3 | -232 | -28 | 462 | 462 |
| Net cash flows from financing activities | | -821 | -730 | -1 782 | 188 792 | 189 271 |
| Net increase/(decrease) in cash and cash equivalents | | | | | | |
| Cash and cash equivalents at beginning of the year/period | 4 | 82 023 | 114 551 | 101 923 | 28 935 | 28 935 |
| Net foreign exchange difference | | 608 | -636 | 790 | -197 | 144 |
| Cash and cash equivalents, end of period | | 59 453 | 101 173 | 59 453 | 101 173 | 101 923 |

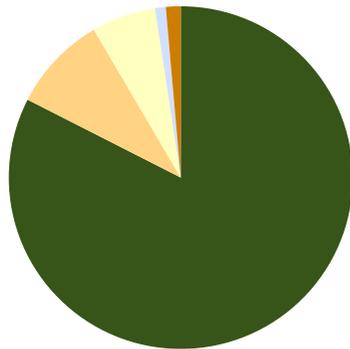
The DSRT share



ISSUE PRICE AS OF
14 April 2021:
NOK 11,69

SHARE PRICE AS OF
21 November 2022:
NOK 21,0

ORIGIN OF SHAREHOLDERS



■ Norway ■ Luxembourg ■ UK ■ Sweden ■ Others

THE GROUP'S SHAREHOLDERS:

Shareholders in Desert Control AS at 30.09.2022

| | Total shares | Ownership/ Voting rights |
|------------------------------------|-------------------|-----------------------------|
| Olesen Consult HVAC AS | 5 900 000 | 14,4 % |
| J.P. Morgan SE | 2 481 900 | 6,0 % |
| Ole Morten Olesen | 1 650 000 | 4,0 % |
| Nordnet Livsforsikring AS | 1 463 587 | 3,6 % |
| Lithinon AS | 1 423 706 | 3,5 % |
| Idland | 1 406 580 | 3,4 % |
| JPMorgan Chase Bank, N.A., London | 1 380 432 | 3,4 % |
| Nesse & Co AS | 1 360 000 | 3,3 % |
| Beyond Centauri AS | 1 243 371 | 3,0 % |
| LIN AS | 1 215 275 | 3,0 % |
| Monsunen Forvaltning AS | 1 146 158 | 2,8 % |
| DNB BANK ASA | 1 007 574 | 2,5 % |
| Jakob Hatteland Holding AS | 1 000 000 | 2,4 % |
| Clearstream Banking S.A. | 958 819 | 2,3 % |
| The Northern Trust Comp, London Br | 958 275 | 2,3 % |
| Investore Finans AS | 883 147 | 2,1 % |
| OKS Consulting AS | 805 000 | 2,0 % |
| Sortun Invest AS | 677 715 | 1,6 % |
| Glomar AS | 627 715 | 1,5 % |
| Others | 7 527 678 | 18,3 % |
| Totalt | 41 099 680 | 100% |

Agenda / Q3 2022

Q3 2022 REPORT AND FINANCIAL RESULTS / COMPANY PRESENTATION



Q3 Highlights



Financials



Outlook



**Questions
and answers**

Outlook



GAIN ACCELERATED COMMERCIALIZATION IN THE UNITED STATES

- Hire Managing Director for Desert Control Americas
- Onboarding of sales team
- Successful pre-projects with Limoneira Company
- Develop the pipeline to secure additional pre-projects with new clients



REACH LARGE-SCALE ADOPTION OF LNC IN THE MIDDLE EAST

- Fully implement go-to-market channel model
- Ensure MDC sales effectiveness
- Successful MDC pre-project
- Support development of MDC pipeline
- Strategic positioning of LNC (government opportunities)



OBTAIN A STRATEGIC POSITION TO GROW INTO SOUTHERN EUROPE

- Prepare the next stage for the Amarenco Group MoU (anticipated H1-2023)



WATERPROOF THE FOUNDATION FOR GLOBAL SCALE-UP

- Ensure effective agile and scalable organization
- Continue dedication to the scale-on-demand model

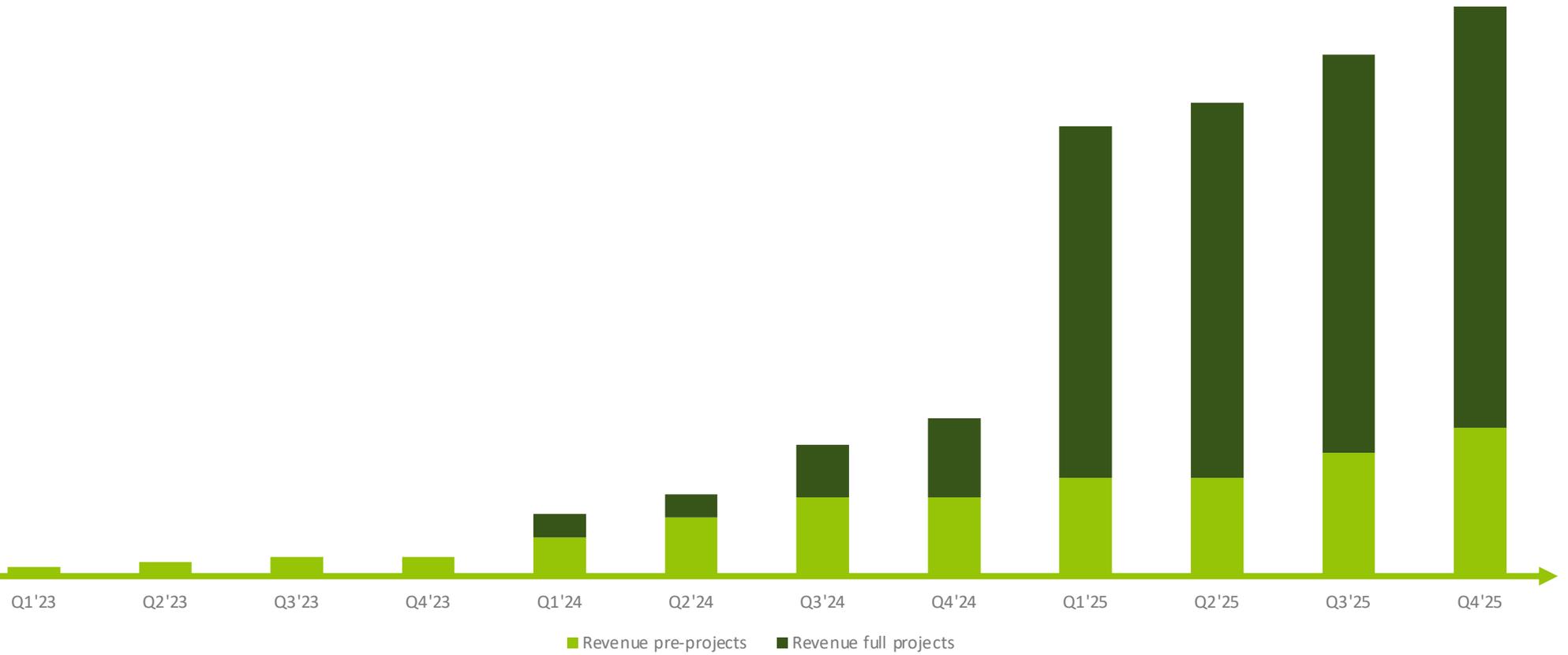
Targeting a global market with numerous opportunities



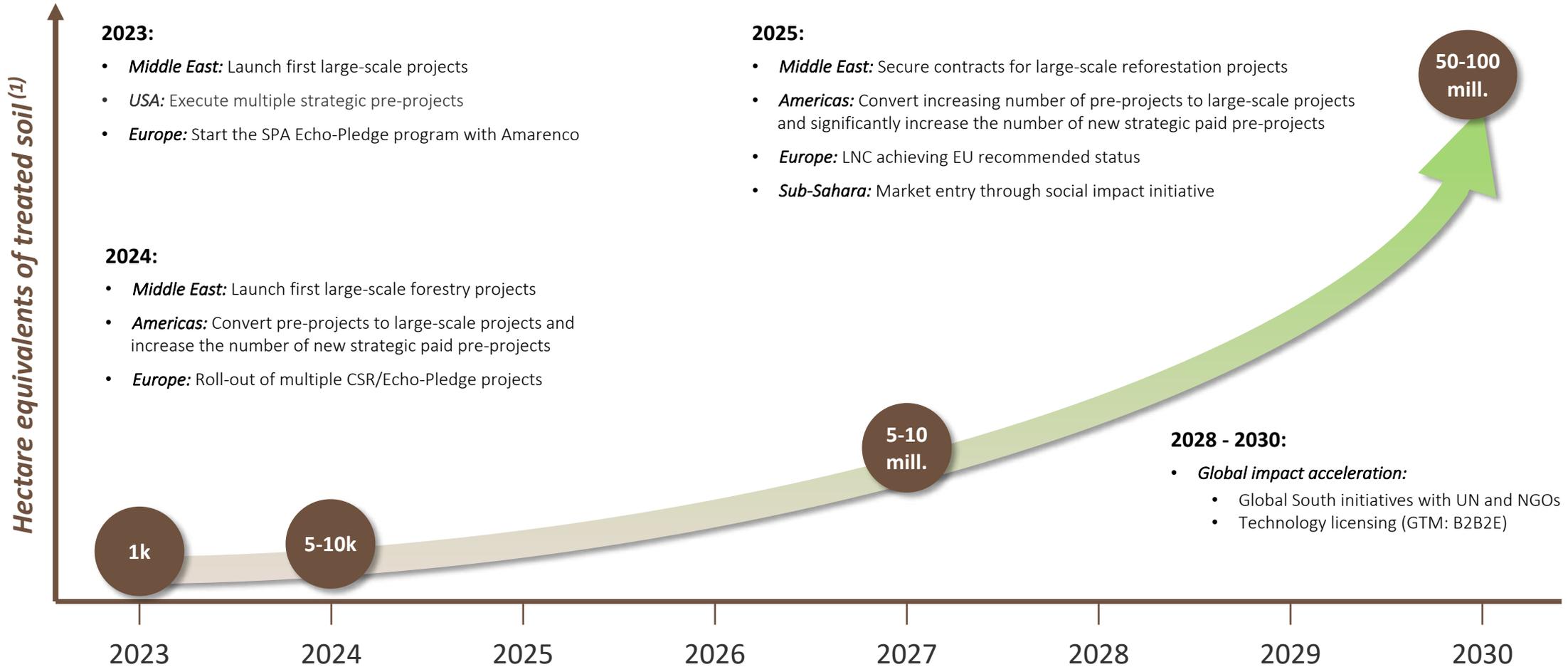
110 countries are already exposed to desertification and land degradation

Ambition 2023 – 2025

DEVELOP REVENUE SCALE-UP

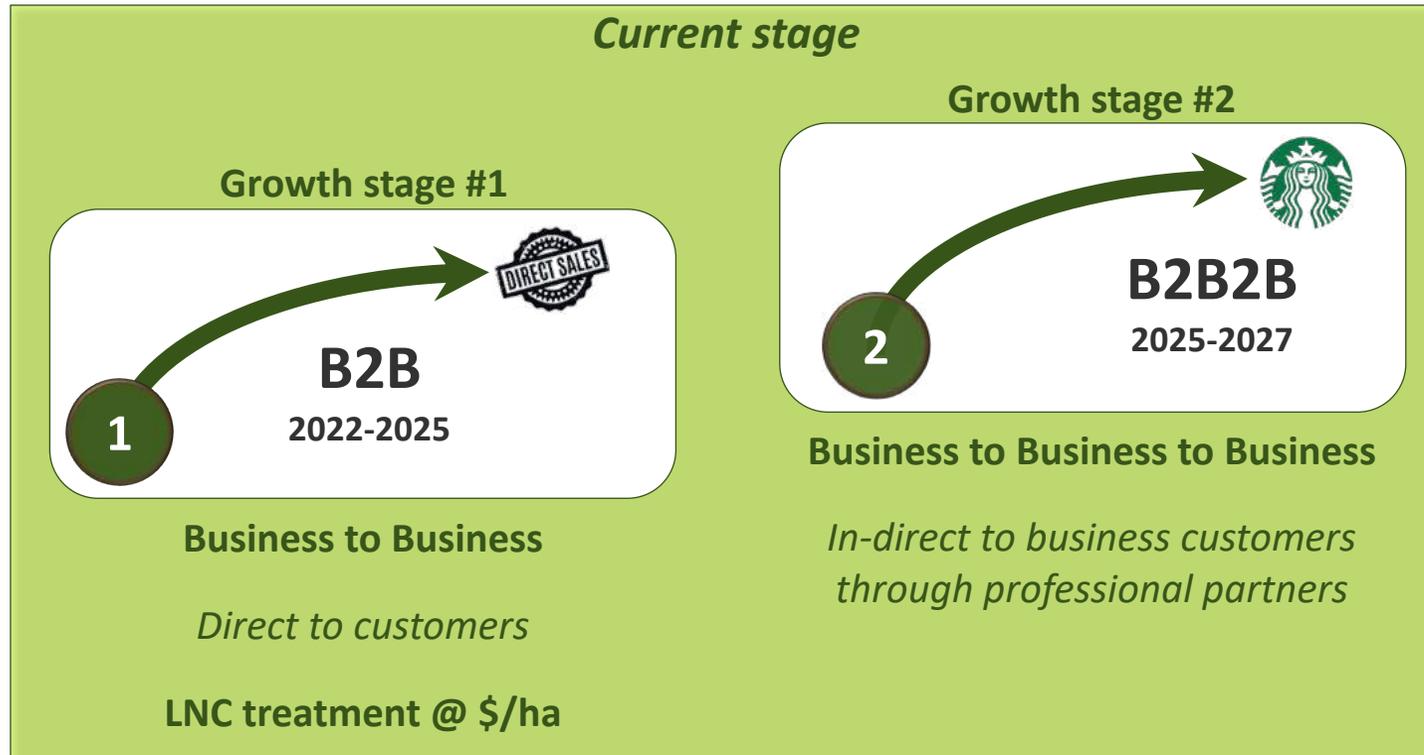


Milestones and targets on the journey towards meeting global demand



Note that strategic road map as illustrated will require additional growth capital
 Note: 1) Hectare equivalents estimated based on blended average of 30 liters/m² (Landscape 20 l/m², Agri 40 l/m², Trees 300 l/#)

Go to Market – entering early scale-up phase



Cautionary note

DISCLAIMER RELATED TO FORWARD-LOOKING STATEMENTS

This presentation contains forward-looking information and statements relating to the business, performance, and items that may be interpreted to impact the results of Desert Control and/or the industry and markets in which Desert Control operates.

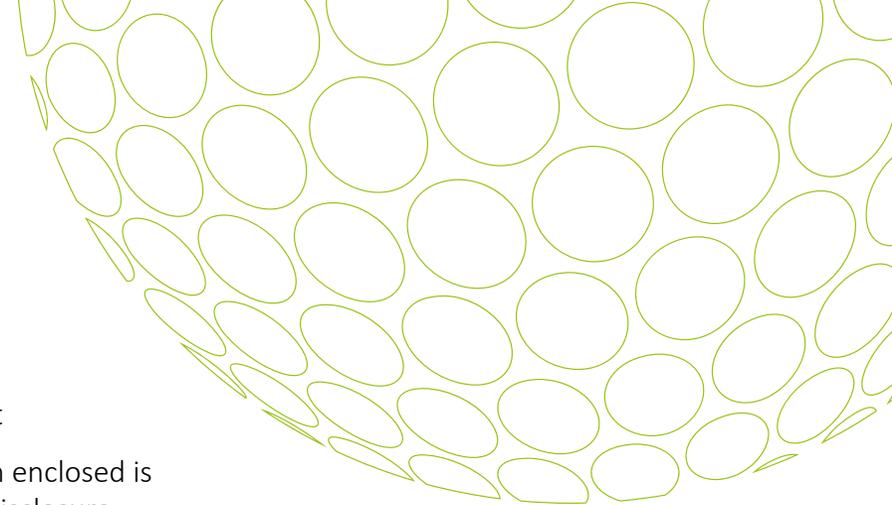
Forward-looking statements are statements that are not historical facts and may be identified by words such as "aims", "anticipates", "believes", "estimates", "expects", "foresees", "intends", "plans", "predicts", "projects", "targets", and similar expressions. Such forward-looking statements are based on current expectations, estimates, and projections, reflect current views concerning future events, and are subject to risks, uncertainties, and assumptions, and may be subject

to change without notice. Forward-looking statements are not guaranteeing any future performance, and risks, uncertainties, and other important factors could cause the actual business, performance, results, or the industry and markets in which Desert Control operates in, to differ materially from the statements expressed or implied in this presentation by such forward-looking statements.

No representation is made that any of these forward-looking statements or forecasts will come to pass or that any forecasted performance, capacities, or results will be achieved, and you are cautioned not to place any undue reliance on any forward-looking statements.

Q3 2022 Report

The information enclosed is subject to the disclosure requirements pursuant to sections 5-12 in the Norwegian Securities Trading Act.



Agenda / Q3 2022

Q3 2022 REPORT AND FINANCIAL RESULTS / COMPANY PRESENTATION



Q3 Highlights



Financials



Outlook



**Questions
and answers**

**Thank you
for your attention!**



Our core values

Leadership

Inspirational pro-active execution

Growth-mindset

Curious and solution-oriented

Innovation

Challenge status-quo | create value

Integrity

Keep promises | grow strong relationships

Contribution

Desire to make everything better

Diversity

Inclusive | open-minded | respectful



Appendix

DESERT CONTROL COMPANY PRESENTATION

About Desert Control

Desert Control is a company specialized in climate-smart agri-tech solutions to combat desertification by regenerating soil ecosystems to solve water- and natural resources scarcity.

Its patented Liquid Natural Clay (LNC) restores and protects soil, enhances the soil ecosystem, reduces water and fertilizer usage, and increases soil health and plant productivity for agriculture, trees and forests, and green landscapes.

Desert Control AS is a private limited liability company incorporated under the laws of Norway. The Group has active subsidiaries in the United Arab Emirates (Abu Dhabi and Dubai), and in the United States (California and Arizona).



Soil ecosystem enhancement – service delivery model



OBJECTIVES

- Define objectives
- What to fix, avoid and achieve



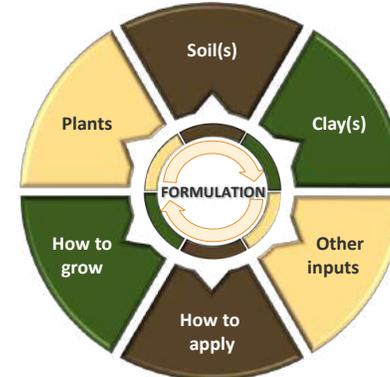
CURRENT STATE

- Collect info (health check)
- Soil properties and soil ecosystem, water, plants and other key parameters



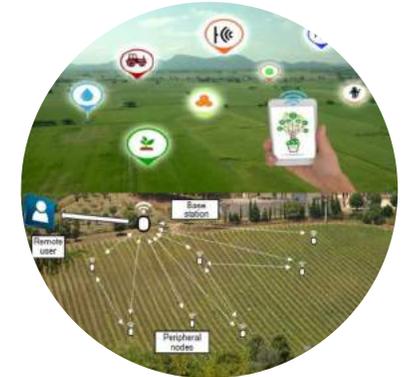
GAP ANALYSIS

- Analyze data and inputs
- Develop diagnosis and recommendations
- Verify against objectives



FORMULATE SOLUTION

- Create specific formulation to achieve objectives
- Develop implementation and land use guidelines



IMPLEMENT AND MONITOR

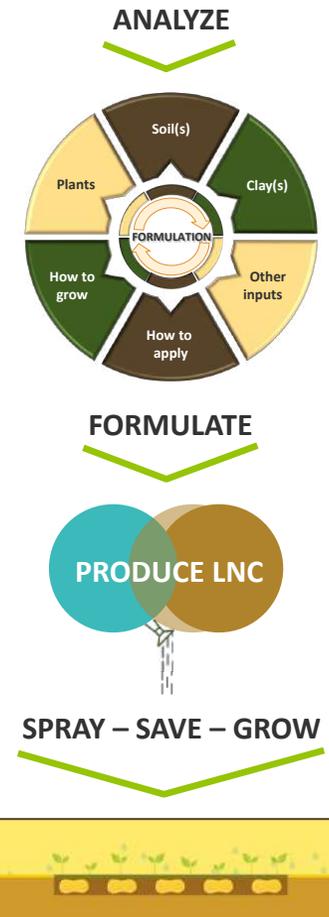
- Apply LNC by selected methodology and protocol
- Implement new land management practice
- Monitor and measure result

CONSULTANCY

VALUE DELIVERY

Service delivery with on-site LNC production

Allows tailoring LNC formulation to meet the specific requirements of each location – minimizes environmental footprint (avoid transportation of liquid)



Liquid Natural Clay (LNC) also referred to as Liquid Nano Clay is produced on-site at client locations using mobile processing units (20-foot containers as seen above)

Vision and mission

Why

Making earth green again to foster the prosperity of life

- We aim to reclaim 100 million hectares of degraded land and desert by 2030
- We strive to create sustainable social impact, immense water savings, global food security, and regeneration of ecosystems to sequester carbon and balance our climate
- We aim to establish a Sub Sahara social impact initiative by 2025 to reduce poverty and hunger

Water, food, and a stable climate is the pathway to peace and prosperity for people and planet.

How

We combat desertification, land degradation, and water scarcity by;

- Restoring, protecting and improving vital topsoil for sandy soil environments
- Reduce the consumption of water, fertilizers and natural resources
- Fostering prosperity for agriculture, forests, and green landscapes

Desertification, loss of fertile soil, and growing water scarcity threaten all life on earth, further accelerated by climate change and overexploitation of natural resources.

What

Desert Control is a company specialized in climate-smart agri-tech solutions to combat desertification by regenerating soil ecosystems to solve water- and natural resources scarcity.

Liquid Natural Clay (LNC) restores and protects soil, enhances the soil ecosystem, reduces water and fertilizer usage by up to 50% while improving soil health and increasing plant productivity for agriculture, trees and forests, and green landscapes.

From sand to soil in 7 hours.

Our strategic principles

Think Big:

Everything we do must connect to a bigger picture and ultimately to our vision of making earth green again.

Start Small:

With the big picture (destination) in mind, we start small with laser focus and avoid spreading our resources too thin. Our business plan starts with a 2 + 2 strategy, focusing first on two segments and two countries; agriculture and landscaping in the United Arab Emirates and the United States, to ensure a successful foundation before expanding.

Act Fast:

Everything we do is with a sense of urgency. Once we reach our ambition, we level up quickly. With a good foundation for 2 + 2, we move on to always accelerating with strong resolve.

Design to scale exponentially:

Everything we do must be scalable. The positive impact of our innovation must grow at an increasingly rapid rate in proportion to time. Climate change is a battle against time. With less than 60 years left before we run out of fertile topsoil, the only way to succeed is by solutions that can scale exponentially.

Keep it simple:

Keeping it simple is vital to achieving exponential scalability. In everything we do, we prepare for the future without “over-engineering” by the principle of simplicity. We constantly consider what happens if we multiply what we do today by thousands. By always preparing for the impact of growth, we cost-effectively design for efficiency at scale.



2025 Ambition (GROW)



GAIN LARGE-SCALE ADOPTION OF LNC IN THE UNITED STATES

- LNC is recognized as the leading solution to achieve continued prosperity for permanent crops in sandy soil environments in the U.S.
- LNC adoption qualifies for federal government (USDA) and state-level support (funding/rebate/incentives)



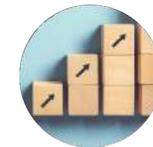
REACH LARGE-SCALE ADOPTION OF LNC IN THE MIDDLE EAST

- LNC is listed among the requirements for soil treatment projects by key authorities (government)
- LNC recognized as GCC agri- and afforestation enabler



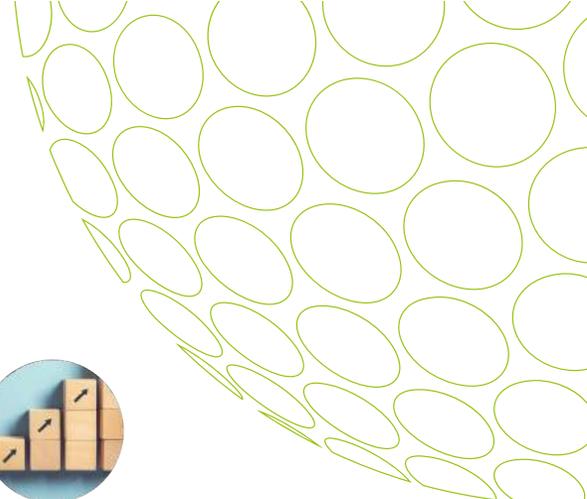
OBTAIN A STRATEGIC POSITION IN SOUTHERN EUROPE

- Successful partnership with Amarenco becomes a best-practice CSR model
- LNC become listed among the requirements for EU soil regeneration projects adopted by EU countries



WATERPROOVEN FOUNDATION FOR GLOBAL SCALE-UP

- Demonstrated outstanding agility (scale-on-demand)
- Proven excellent execution (effective processes, aligned technology readiness levels and high performance towards cascaded goals)
- Strengthened scalability by "Learning Organization"



ESG and impact

IMPACT ON EXTERNAL ENVIRONMENT AND SUSTAINABILITY

Liquid Natural Clay (LNC) can reduce water consumption for agriculture, forests, and green landscapes by up to 50%. The amount of water required to produce LNC is recovered within 2-3 weeks (offset by irrigation water savings). Improved water efficiency and increased crop yields contribute significantly to the United Nations Sustainable Development Goals (SDGs), including reducing hunger and securing access to clean water. Arid regions using energy-intensive desalination of seawater can further significantly reduce CO₂ and greenhouse gas (GHG) emissions.

LNC enables sandy soil and desert land to retain water and nutrients. Reduction of water consumption further allows for reducing fertilizer usage. Reduced leaching of fertilizers and pesticides through the soil can

further minimize the risk of chemical run-off reaching through to natural water systems and oceans. Stopping fertilizer and pesticide leaching can further improve life below the water by reducing ocean acidification and eutrophication.

According to the Intergovernmental Panel on Climate Change (IPCC), restoring degraded soil ecosystems can globally offset 5-6 Gt of CO₂ annually. Even degraded soils have degrees of stored carbon. When tilling or mechanically working amendments into the ground, carbon exposed to oxygen may turn into CO₂ and escape into the atmosphere. LNC can be applied directly to the surface of the ground without intervention to the soil. LNC percolates into the ground in a non-intrusive way without exposing any carbon to surface air oxygen;

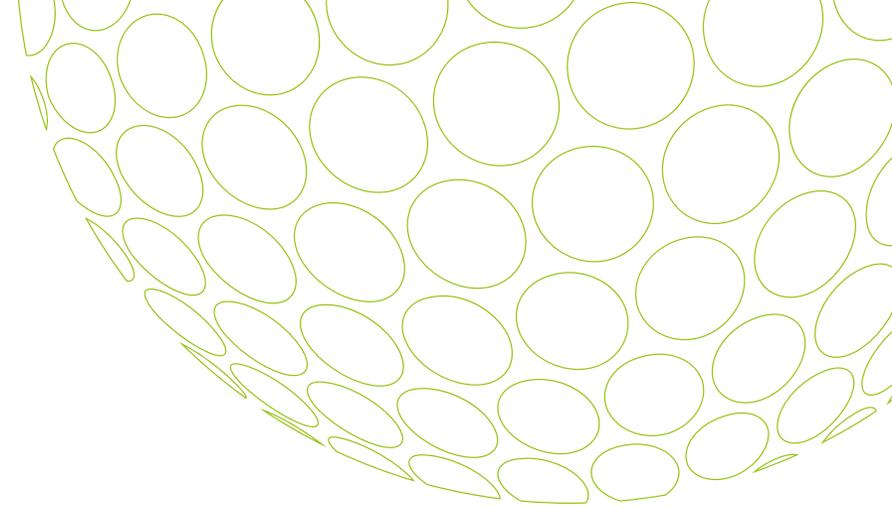
safeguarding the carbon storage of soil ecosystems and fostering increased carbon sequestration.

Non-intrusive soil treatment is further gentle to fragile soil-ecosystems, which is the home of 95% of all biological species on earth. Reclaiming and protecting soil is therefore critical to preserve and restore essential biodiversity.

Mining clay and the production of LNC requires energy. Logistics and transportation of material, equipment, and personnel, and manufacturing of equipment also require energy. Desert Control strives to reduce energy consumption in all stages of the process and facilitate the use of renewable energy sources wherever available. These negative impact factors are, by far, surpassed by the

sum of positive impact from stopping and reversing desertification and soil degradation, reducing water consumption, and other environmental benefits.

LNC has no adverse impact on any of the 17 United Nations Sustainable Development Goals (SDGs). Further, LNC has a significant direct positive impact on 9 of the SDGs.



LNC identified as a potential impact solution by the United Nations

THE GREATEST CHALLENGE OF OUR TIME: THE GREAT GREEN WALL

RECEIVED OVER \$14 BILLION IN DONATIONS TO REGREEN THE SAHEL – WORLD BANK AMONG DONORS



RESTORE 100 MILLION HECTARES OF DEGRADED LAND

SEQUESTER 250 MILLION TONNES OF CARBON

CREATE >10 MILLION GREEN JOBS IN RURAL AREAS



+



Source: UN; The Great Green Wall – www.greatgreenwall.org



Impact of innovation

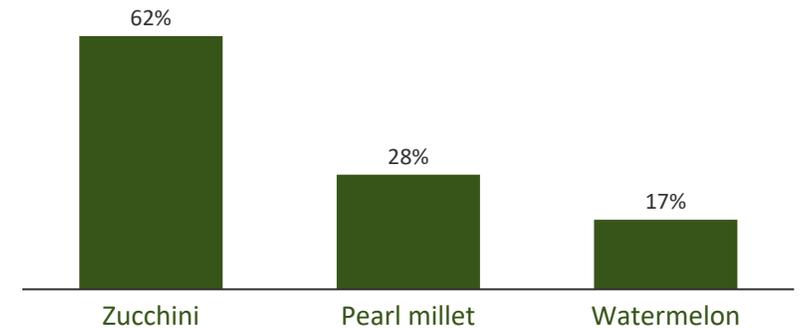
With more than 20 field pilots, feasibility studies and independent academic validations by universities and research institution, a few visual references are shared in the following slides...

UAE adaptive agriculture reference validation



- ✓ Less than 1kg of minerals per m²
- ✓ Water and fertilizer savings (20-50%)
- ✓ Increased crop yields (17-62%)
- ✓ Preserved organic matter, reduced salinity, and improved overall soil health

CROP YIELD INCREASE



From date palms to citrus and other permanent crops



DATE PALMS

- 46% water savings
- 8% yield increase
- 21% increase of Grade A

CITRUS

- In progress Arizona
- Next up: California

Citrus trees, desert fruit tree cultivation



PLANTS/CROPS

- Mixed varieties of citrus trees

RESULTS

- 50% water preserved
- Healthy trees
- On-going monitoring of tree growth

Watermelon production, research station – Yuma, Arizona



PLANTS/CROPS

- Watermelon

RESULTS

- Active project in progress
- Show potential for reduced irrigation frequency, increased lateral movement of water in the soil profile, promising potential for fertilizer savings, and reduction in mortality rates of seedlings

Vegetable production in controlled environment, research farm



Before



After

PLANTS/CROPS

- Cucumber
- Basil
- Beetroot

RESULTS

- 50% water preserved
- Yield fully maintained compared to control plots

Vegetable production in open field, private farm



PLANTS/CROPS

- Cauliflower
- Carrots
- Ladyfinger
- Peppers

RESULTS

- 38.5% water preserved

Wheat production in desert soil with LNC



Increased cation exchange capacity in the soil by 54%
 Improved nutrient uptake N, P, and K in the wheat plant by 27%, 33%, and 77%

PLANTS/CROPS

- Wheat

RESULTS

- 50% water savings
- > 1,4x yield increase
- Larger grain size
- 158% reduced plant stress
- 24% higher carbohydrate and increased protein

Wheat production, private farm



PLANTS/CROPS

- Wheat

RESULTS

- > 50% water savings
- Increased yield

Alfalfa production, animal feed farm



PLANTS/CROPS

- Alfalfa production

RESULTS

- On-going trial

Punica granatum trees, desert fruit tree cultivation



PLANTS/CROPS

- Pomegranate trees

RESULTS

- 50% water preserved
- Healthy trees
- On-going monitoring of tree growth

Moringa trees, private farm



PLANTS/CROPS

- Moringa trees

RESULTS

- Up to 50 % water savings
- Higher germination rate
- Higher tree survival rate

Mangifera indica trees, fruit farm



PLANTS/CROPS

- Mango trees

RESULTS

- 50% water preserved
- Healthy trees
- On-going monitoring of tree growth

Ziziphus spina Christi trees, afforestation project



Before

After

PLANTS/CROPS

- Christ’s thorn jujube trees

RESULTS

- 54% water preserved
- Healthy trees
- Preserved organic matter, reduced salinity, and improved overall soil health

Prosopis cineraria, afforestation project



PLANTS/CROPS

- Ghaf tree

RESULTS

- 51% water preserved
- Healthy trees
- Preserved organic matter, reduced salinity, and improved overall soil health

Climate resilient landscaping reference validation (Bermuda grass)



- ✓ Less than 1kg of minerals per m²
- ✓ Water savings (47%)
- ✓ Increased grass growth (52%)
- ✓ Preserved organic matter, reduced salinity, and improved overall soil health
- ✓ Increase in available P and K in the soil
- ✓ Increased mycorrhizae filament growth

Lawn areas landscaping



PLANTS/CROPS

- Paspalum grass

RESULTS

- 45% water preserved

Ficus benghalensis tree, landscaping



PLANTS/CROPS

- Banyan trees

RESULTS

- 50% water preserved
- Healthy trees



MAKING EARTH GREEN AGAIN

to foster the prosperity of life

