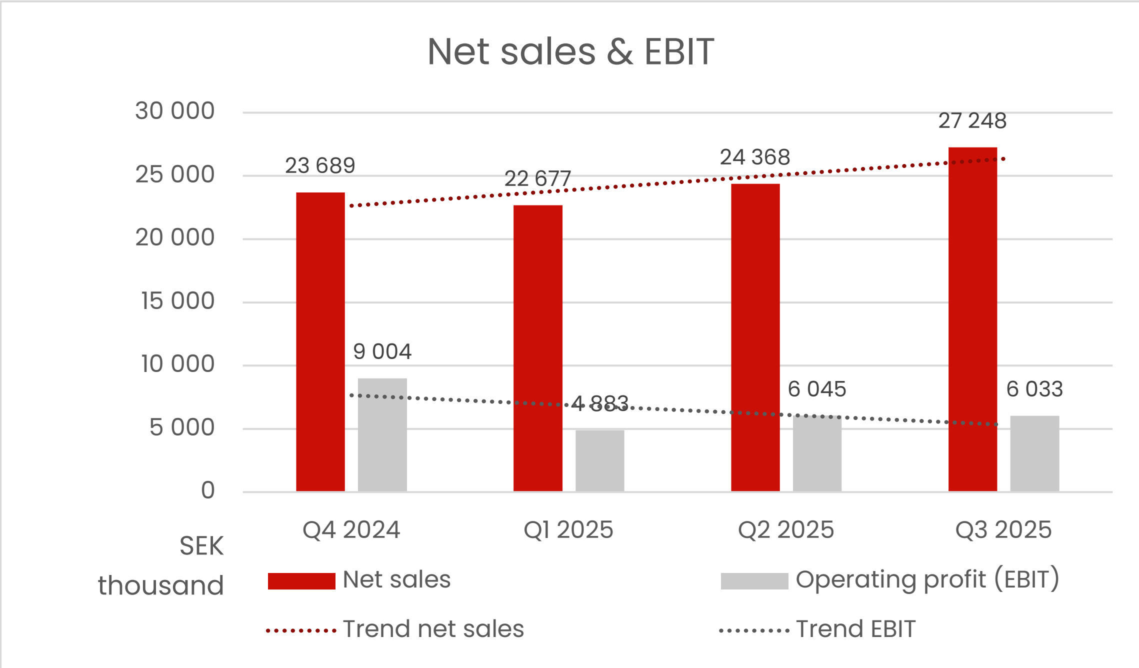
Interim report

Third quarter 2025

Envar Holding AB

Financial highlights | Q3 2025



FINANCIAL OVERVIEW

SEK thousand	Q3 2025	Q2 2025	Q1 2025	Q4 2024	Q3 2024
Net sales	27,248	24,368	22,677	23,689	22,192
EBITDA	6,240	6,222	5,061	9,208	7,192
EBITDA margin (%)	22.90	25.53	22.32	38.87	32.41
Operating profit (EBIT)	6,033	6,045	4,883	9,004	6,988
EBIT margin (%)	22.14	24.81	21.53	38.01	31.49
Sales growth (%)	22.78	50.75	104.94	18.53	165.52
Equity ratio (%)	83.32	83.19	85.09	82.12	68.37
Earnings per share (SEK)	0.37	0.38	0.25	0.71	12,176.06
Average number of shares, basic*	12,500,000	12,500,000	12,500,000	10,833,333	500
Average number of shares, diluted*	13,014,780	13,014,780	13,014,780	11,176,520	500
Number of shares at balance sheet date*	12,500,000	12,500,000	12,500,000	12,500,000	500

*A 20,000:1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
For definitions of key performance indicators go to page 21 in the report.

Interim report

Third quarter | July – September 2025

- Net sales amounted to SEK 27,248 thousand (22,192), an increase of 22,78 percent compared to the same period last year.
- Operating profit before depreciation (EBITDA) totaled SEK 6,240 thousand (7,192), representing an operating margin of 22.90 percent (32.41) before depreciation.
- Operating profit (EBIT) totaled SEK 6,033 thousand (6,988) representing an operating margin of 22.14 percent (31.49).
- Earnings per share, basic, amounted to SEK 0.37 (12,176). A 20,000-for-1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
- Cash and cash equivalents totaled SEK 47,734 thousand (7,474). Cash flow from operating activities amounted to SEK 1,158 thousand (4,618).
- Net cash totaled SEK 47,734 thousand. The Company has no interest-bearing liabilities.

(Figures for comparison in parentheses refer to the corresponding period of the previous year).

Accumulated | January – September 2025

- Net sales amounted to SEK 74,292 thousand (49,421), an increase of 50.32 percent compared to the same period last year.
- Operating profit before depreciation (EBITDA) totaled SEK 17,524 thousand (4,948), representing an operating margin of 23.59 percent (10.01) before depreciation.
- Operating profit (EBIT) totaled SEK 16,961 thousand (4,336), representing an operating margin of 22.83 percent (8.77).
- Earnings per share, basic, amounted to SEK 1.01 (6,701.12). A 20,000-for-1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
- Cash and cash equivalents totaled SEK 47,734 thousand (7,474). Cash flow from operating activities amounted to SEK 4,080 thousand (5,588).
- Net cash totaled SEK 47,734 thousand. The Company has no interest-bearing liabilities.

Comments on the third quarter of 2025

In the year's third quarter, Envar continued to see very strong sales. Compared to the same period last year, net sales increased by SEK 5,056 thousand to SEK 27,248 thousand, corresponding to an increase of 22.78%. Operating profit (EBIT) totaled to SEK 6,033 thousand for the quarter, which was a decrease of SEK 955 thousand compared with the same period the previous year. This reduction is a consequence of the company recruiting several senior resources to further enhance the quality of deliveries and to prepare for the company's next growth phase. Another contributing factor to the decrease is that Envar, during the quarter, incurred significant costs for both hardware and software to improve IT security and monitoring.

As was communicated in the press release and in the CEO's letter in October, it has been an eventful quarter, including a new record in order value through an extended agreement with an existing customer. The high revenue for the quarter reflects continued strong order intake, mainly from the company's existing customers, who, like the market in general, are increasingly outsourcing projects.

Net sales during the quarter amounted to SEK 27,248 thousand (22,192). Operating profit (EBIT) totaled SEK 6,033 thousand (6,988), an EBIT margin of 22.14 percent (31.49).

COMMENT FROM THE CEO

It is a pleasure to present Envar's third quarter for the 2025 financial year, which has once again been a financially strong quarter. Compared to Q3 2024, revenue increased by almost 23%. During the quarter, we have recruited several senior resources to further enhance the quality of our deliveries and to prepare for the next growth phase for the company. We have also incurred significant costs in both hardware and software to improve IT security and monitoring. Despite this, we achieved an operating margin of 22.90% for the quarter, which demonstrates that we are able to maintain strong profitability during growth.

Envar Entertainment

In the beginning of October Envar Entertainment announced the signing of a record-breaking order worth approximately SEK 23 million. This order represents continued trust from a leading player in the Battle-Royal category for the delivery of high-quality Concept Art and confirms Envar's position as a long-term and reliable partner to one of the largest Companies in the gaming industry.

Throughout the quarter, the company maintained a strong presence at gaming events to raise Envar's visibility on the international stage, thereby accelerating sales and increasing brand recognition. The company participated in events such as Pax West (USA), XDS (Canada), ROI (Italy), and Gamescom. Envar was also represented at lectures in schools in Malmö, Kristianstad, and Stockholm. Furthermore, Envar has assigned positions for the Business Development function, which will develop and support the company in sales efforts.

Net sales for the quarter are very strong, and it is clear that the ongoing work to develop existing customer relationships and maintain a high presence at gaming events worldwide has yielded good results. The earlier assessment that the gaming industry continues to move towards outsourcing for increased cost efficiency and flexibility is reflected in Envar's financial development.

Envar Games

Witchspire, Envar's first game title, stands out within the survival-genre both thematically and stylistically. The game was announced during the Future Games Show at Gamescom and was very well received. In terms of development, we are currently in the final phase, the so-called "Feature Complete" point in development where all game mechanics and features are in place as well as the game functions as a whole. This is followed by the "Content Complete" phase, when the game is playable from start to finish, before we enter the final "Polish" phase ahead of release.

During the third quarter, efforts to build hype around the game have continued, and we have released videos showcasing both game mechanics and deeper story elements within the world being built. Next, work is also underway on a Gameplay Teaser, which will be launched before the end of the year. The development team is now working towards a playable demo scheduled for release in Q1 2026. The development remains on track according to the previously communicated schedule.

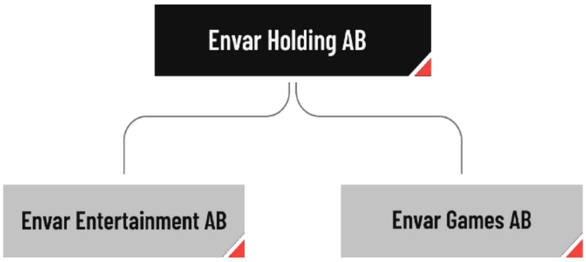
Yours sincerely,

Atey Ghailan
CEO, Envar Holding AB

About Envar Holding

Envar Holding is an outsourcing and development studio focusing on graphic design, 3D graphics, animations and illustrations mainly on behalf of world-leading game development companies and other companies active in the entertainment industry. The Company has established itself as a provider of graphics and development services to some of the biggest brands in the gaming industry, including companies such as Riot Games, Netflix, EA Games, Nickelodeon, NetEase, Blizzard, 2K, Hasbro, Sony, Tencent and EPIC Games.

Envar Holding today consists of two wholly-owned subsidiaries: Envar Entertainment AB and Envar Games AB. Historically, Envar Entertainment has constituted the main business but at the end of 2022 the Company established Envar Games for in-house game development and IP ownership.



Envar Entertainment

Envar Entertainment is a leading player in outsourcing and co-development in the gaming and entertainment industry. Through its expertise, wide-ranging services and high quality, the Company has established strong relationships with several of the largest players in the market, including industry giants such as Riot Games, Tencent and Blizzard. The size of the team varies, depending on the nature of client assignments, and consists of mainly freelancers in more than 20 countries.

Envar Games

Envar Games is a game development company with a long-term vision of creating, developing and refining innovative and engaging gaming experiences. Envar Games is responsible for developing the Company's first in-house developed game – Witchspire – with a launch planned for Q2 2026.

History

2020

Envar Entertainment is founded by Atey Ghailan in Stockholm

2021

Revenue:
SEK 20,225 thousand

EBIT: SEK 10,435 thousand

2022

Number of co-workers reaches 60

Atey Ghailan establishes game development activities

Revenue:
SEK 54,944 thousand

EBIT: SEK 20,689 thousand

2023

Envar Games is established to separate the Group's two business areas

Investment in game development increased via cash flows from Envar Entertainment

Revenue:
SEK 75,214 thousand

EBIT: SEK 2,030 thousand

2024

130 co-workers in more than 20 countries

Listed on Nasdaq First North Growth Market

Revenue:
SEK 87,204 thousand

EBIT: SEK 13,340 thousand

SIGNIFICANT EVENTS DURING THE QUARTER

- In July, Envar Holding AB announced an update of the financial calendar for 2025/2026 published earlier. The background to this is that Envar's financial monitoring has been streamlined, making it possible to bring forward the quarterly reporting to the market as of the Q3 report in 2025.

- In July, Envar Holding AB published a “reverse” profit warning as a result of a materially higher operating profit (EBIT). The reason for the announcement was a preliminary positive EBIT of SEK 6,045 thousand, an increase of 518.10 percent compared to Q2 2024 and of 23.80 percent compared to Q1 2025.

- In August, Envar Holding AB published a press release regarding the official announcement of Witchspire, the company’s own developed game (IP) in the survival-genre. The game is planned to be released in Early Access during 2026. Witchspire is the first game title developed by Envar Games AB, a subsidiary of Envar Holding AB. The game and the new IP made their debut at the Future Games Show during Gamescom 2025, the world’s largest gaming convention.

SIGNIFICANT EVENTS AFTER THE QUARTER

- In October, Envar Holding AB published a press release regarding a record-breaking order from a client who is a globally leading player in the Battle Royale category and has collaborated with Envar since 2024. The new agreement extends over 12 months, starting on 1 October 2025, and has an estimated order value of approximately SEK 23 million. This is the largest single order in the company's history.

MATERIAL RISKS AND UNCERTAINTIES

Envar Holding AB's operations and performance are affected by a number of external and internal factors. Management works continuously to identify risks and assess how each risk should be managed. Risks may be categorized as financial, market and operational risks.

The risks identified include the Group’s dependence on certain key customers and the need to attract the right talent to maintain the company’s growth and profitability. In the game development industry, where Envar operates, there is a risk that the market will not receive the company’s game developments as expected. At present, the risks are considered limited, but company management continuously monitors market developments.

EMPLOYEES AND ORGANIZATION

At the end of the period, the Group had 39 employees. The Group also engages external consultants for individual projects.

Number of employees at the end of the period	Total, Group
Number of employees Q2 2025	**39**
Number of employees Q2 2024	25
Number of consultants Q2 2025	**113**
Number of consultants Q2 2024	143

NUMBER OF SHARES

At the end of the period the Company has 12,500,000 (500) shares in issue. The average number of shares is shown below.

	30/069/2025	30/09/2024	31/12/2024
Average number of shares, basic	12,500,000	500	2,708,708
Average number of shares, diluted	13,014,780	500	2,794,505

FINANCIAL POSITION | GROUP

SALES, EXPENSES AND OPERATING PROFIT

THIRD QUARTER | JULY – SEPTEMBER

Net sales totaled SEK 27,248 thousand (22,192), representing growth of 22.78percent from the same period last year.

Research and development expenses during the period totaled SEK 6,845 thousand (1,298). Game development costs are capitalized on an ongoing basis over the quarter. The costs capitalized are, on prudential grounds, mainly those linked to direct salary and consultancy fees for the in-house developed game.

Operating profit (EBIT) totaled SEK 6,033 thousand (6,988). Operating profit decreased by SEK 955 thousand, compared to the same period last year. The reason why the operating profit (EBIT) decreased by SEK 955 thousand compared to the same period last year is a consequence of the company having recruited several senior resources to further enhance the quality of deliveries and to prepare for the next phase of the company's growth. Another contributing factor to the decrease is that Envar has incurred significant costs during the quarter for both hardware and software to improve IT security and monitoring.

ACCUMULATED | JANUARY – SEPTEMBER
Net sales totaled SEK 74,292 thousand (49,421), representing growth of 50.32 percent from the same period last year.

Research and development expenses during the period totaled SEK 15,226 thousand (5,443). Game development costs are capitalized on an ongoing basis over the quarter. The costs capitalized are, on prudential grounds, mainly those linked to direct salary and consultancy fees for the in-house developed game.

Operating profit (EBIT) totaled SEK 16,961 thousand (4,336). Operating profit increased by SEK 12,625 thousand, compared to the same period last year. The main factor in the strong improvement in profitability was significantly increased net sales compared to the same period last year. The gaming industry as a whole faced major challenges in 2024, which led Envar to put a number of cost efficiency measures in place. In the second half of 2024, and continuing into 2025, the market underwent a shift to a greatly increased focus on external development on the part of most market players, which has led to significant improvements in earnings for Envar.

CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

THIRD QUARTER | JULY - SEPTEMBER
Cash flow from operating activities during the quarter totaled SEK 1,158 thousand (4,618). The Company's cash and cash equivalents totaled SEK 47,734 thousand (7,474).

During the quarter, investments affected cash flow in the amount of SEK -7,557 thousand (-1,299). These investments consisted for the most part of capitalization of costs incurred in in-house game development.

Cash flow from financing activities was SEK 0 thousand (1,196).

ACCUMULATED | JANUARY – SEPTEMBER
Cash flow from operating activities during the period totaled SEK 4,080 thousand (5,588). The Company's cash and cash equivalents totaled SEK 47,734 thousand (7,474).

During the period, investments affected cash flow in the amount of SEK -16,458 thousand (-5,443). These investments consisted for the most part of capitalization of costs incurred in in-house game development.

Cash flow from financing activities was SEK 0 thousand (1,178).

CONSOLIDATED INCOME STATEMENT

SEK thousand	NOTE	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Net sales		27,248	22,192	74,292	49,421	73,110
Research and development expenses		6,845	1,298	15,226	5,443	9,389
Other operating income		2,219	887	6,632	1,733	4,705
Total revenue		**36,312**	**24,377**	**96,150**	**56,597**	**87,204**
Operating expenses						
Raw materials and consumables		-16,183	-8,507	-39,781	-21,828	-32,489
Other external costs		-6,080	-3,386	-16,192	-9,982	-15,087
Personnel costs		-7,174	-4,528	-20,809	-18,474	-23,674
Depreciation and amortization		-208	-204	-563	-612	-816
Other operating expenses		-634	-764	-1,844	-1,365	-1,798
Operating profit/loss		**6,033**	**6,988**	**16,961**	**4,336**	**13,340**
Net financial items						
Financial income	8	1	0	230	37	35
Financial expenses	9	-191	0	-1,282	-122	-745
Profit/loss after financial items		**5,843**	**6,988**	**15,909**	**4,251**	**12,630**
Tax on profit for the period	10	-1,234	-900	-3,225	-900	-1,594
Profit/loss for the period		**4,609**	**6,088**	**12,684**	**3,351**	**11,036**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

KSEK Thousand	NOTE	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Profit/loss for the period		4,609	6,088	12,684	3,351	11,036
Profit/loss for the period		**4,609**	**6,088**	**12,684**	**3,351**	**11,036**

CONSOLIDATED BALANCE SHEET

SEK thousand	NOTE	30/09/2025	30/09/2024	31/12/2024
ASSETS				
Non-current assets				
Intangible non-current assets	2	32,466	13,293	17,239
Property, plant and equipment	3	2,284	1,820	1,616
Financial non-current assets	4	2,000	2,000	2,000
Total non-current assets		**36,750**	**17,113**	**20,855**
Current assets				
Trade receivables		5,341	7,150	7,073
Current tax assets		-	7	14
Other receivables		437	465	49
Revenue earned but not invoiced		13,937	2,096	1,471
Interim receivables		4,092	2,468	3,579
Total current assets		**23,807**	**12,186**	**12,186**
Cash and cash equivalents		**47,734**	**7,474**	**61,383**
TOTAL ASSETS		**108,291**	**36,774**	**94,424**
EQUITY AND LIABILITIES				
Equity		**90,226**	**25,144**	**77,542**
Non-current liabilities				
Deferred tax liability	6	1,590	1,698	1,698
Other liabilities	7	1,198	1,198	1,198
Total non-current liabilities		**2,788**	**2,896**	**2,896**
Current liabilities				
Accounts payable		5,378	3,314	7,639
Current tax liabilities		4,742	1,259	1,608
Other liabilities		1,468	1,182	1,116
Interim liabilities		3,689	2,979	3,623
Current liabilities		**15,277**	**8,734**	**13,986**
TOTAL EQUITY AND LIABILITIES		**108,291**	**36,774**	**94,424**

KEY PERFORMANCE INDICATORS – GROUP

SEK thousand	JUL 2025– SEP 2025	JUL 2024– SEP 2024	JAN 2025– SEP 2025	JAN 2024– SEP 2024	FULL YEAR 2024
Net sales	27,248	22,192	74,292	49,421	73,110
EBITDA	6,240	7,192	17,524	4,948	14,156
EBITDA margin (%)	22.90	32.41	23.59	10.01	19.36
Operating profit (EBIT)	6,033	6,988	16,961	4,336	13,340
EBIT margin (%)	22.14	31.49	22.83	8.77	18.25
Sales growth (%)	22.78	165.52	50.32	9.20	12.06
Equity ratio (%)	83.32	68.37	83.32	68.37	82.12
Earnings per share, SEK	0.37	12 176.06	1.01	6 701.12	4.07
Average number of shares, basic*	12,500,000	500	12,500,000	500	2,708,708
Average number of shares, diluted*	13,014,780	500	13,014,780	500	2,794,520
Number of shares at balance sheet date *	12,500,000	500	12,500,000	500	12,500,000

*A 20,000:1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
For definitions of key performance indicators go to page 21 in the report.

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

SEK thousand	Share capital	Other contributed capital	Retained earnings incl. profit/loss for the year*	Equity attributable to shareholders in Parent Company	Total Equity
Opening Equity 01/07/2024	**50**	**107**	**18,901**	**19,058**	**19,058**
Repurchase of warrants		-2		-2	-2
Profit/loss for the period			6,088	6,088	6,088
Equity 30/09/2024	**50**	**105**	**24,989**	**25,144**	**25,144**
Opening Equity 01/01/2024	**50**	**125**	**21,639**	**21,813**	**21,813**
New share issue and warrants		18		18	18
Repurchase of warrants		-38		-38	-38
Profit/loss for the period			3,351	3,351	3,351
Equity 30/09/2024	**50**	**105**	**24,989**	**25,144**	**25,144**
Opening Equity 01/01/2024	**50**	**125**	**21,639**	**21,813**	**21,813**
New share issue and warrants	125	50,191		50,317	50,317
Costs associated to issue of shares		-5,481		-5,481	-5,481
Repurchase of warrants		-143		-143	-143
Bonus share issue	450		-450	–	–
Profit/loss for the period			11,036	11,036	11,036
Equity 31/12/2024	**625**	**44,692**	**32,225**	**77,542**	**77,542**
Opening Equity 01/07/2025	**625**	**44,692**	**40,299**	**85,616**	**85,616**
Profit/loss for the period			4,609	4,609	4,609
Equity 30/09/2025	**625**	**44,692**	**44,909**	**90,226**	**90,226**
Opening Equity 01/01/2025	**625**	**44,692**	**32,225**	**77,542**	**77,542**
Profit/loss for the period			12,684	12,684	12,684
Equity 30/09/2025	**625**	**44,692**	**44,909**	**90,226**	**90,226**

* Retained profit includes ongoing allocations to the development reserve representing the entry for capitalized work for own account under intangible non-current assets on the balance sheet.

CONSOLIDATED STATEMENT OF CASH FLOWS

SEK thousand	JUL 2025- SEP 2025	JUL 2024- SEP 2024	JAN 2025- SEP 2025	JAN 2024- SEP 2024	FULL YEAR 2024
Operating activities					
Operating profit/loss	6,033	6,988	16,961	4,336	13,340
Adjustments for non-cash items	207	307	714	715	179
Interest received	1	1	230	37	35
Interest paid	-	0	-12	-18	-744
Income tax paid	-73	-	-185	1,336	-1 752
Cash flow from operating activities before changes in working capital	**6,168**	**7,296**	**17,708**	**6,406**	**11,058**
Change in trade receivables	-1,047	-1,250	1,537	-1 183	-717
Change in current trade receivables	-3,574	-2,443	-13,366	-168	-239
Change in trade payables	-205	-848	-2,217	-957	3,357
Change in current liabilities	-185	1,863	418	1,490	4,852
Cash flow from operating activities	**1,158**	**4,618**	**4,080**	**5,588**	**18,311**
Investing activities					
Acquisitions of intangible non-current assets	-6,845	-1,299	-15,226	-5,443	-9 389
Acquisitions of property, plant and equipment	-712	-	-1,232	-	-
Cash flow from investing activities	**-7,557**	**-1,299**	**-16,458**	**-5,443**	**-9 389**
Financing activities					
New share issue during the year	-	-	-	-	44,835
Repayment of warrants	-	-2	-	-20	-142
Loans raised	-	1,198	-	1,198	1,198
Cash flow from financing activities	**-**	**1,196**	**-**	**1,178**	**45,891**
CASH FLOW FOR THE PERIOD	**-6,400**	**4,515**	**-12,378**	**1,323**	**54,813**
Cash and cash equivalents at the beginning of the period	54,325	3,062	61,383	6,254	6,254
Exchange rate difference in cash and cash equivalents	-191	-103	-1 271	-103	316
Cash and cash equivalents at the end of the period	**47,734**	**7,474**	**47,734**	**7,474**	**61,383**

PARENT COMPANY INCOME STATEMENT

SEK thousand	NOTE	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Net sales		-	-	-	-	-
Other operating income		-	-	-	-	-
Total revenue		**-**	**-**	**-**	**-**	**-**
Operating expenses						
Other external costs		-209	-135	-734	-201	-92
Other operating expenses		-	-	-	-	-
Operating profit/loss		**-209**	**-135**	**-734**	**-201**	**-92**
Net financial items						
Interest income and similar items	8	-	-	228	-	-
Interest expense and similar items	9	-	-	-0	-	-717
Profit/loss after financial items		**-**	**-135**	**-506**	**-201**	**-809**
Group contribution		-	-	-	-	6 290
Tax on profit for the period	10	-	-	-	-	-
Profit/loss for the period		**-209**	**-135**	**-506**	**-201**	**5 481**

PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

SEK thousand	NOTE	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Profit/loss for the period		-209	-135	-506	-201	5,481
Profit/loss for the period		**-209**	**-135**	**-506**	**-201**	**5,481**

PARENT COMPANY BALANCE SHEET

SEK thousand	NOTE	30/09/2025	30/09/2024	31/12/2024
ASSETS				
Financial non-current assets				
Shares in Group companies	5	3,493	3,493	3,493
Total non-current assets		**3,493**	**3,493**	**3,493**
Current assets				
Receivables from Group companies		16,695	-	5,197
Other receivables		-	-	–
Interim receivables		104	6	45
Total current assets		**16,799**	**6**	**5,242**
Cash and cash equivalents		**32,975**	**24**	**46,890**
TOTAL ASSETS		**53,267**	**3,523**	**55,625**
EQUITY AND LIABILITIES				
Equity		**53,267**	**3,274**	**53,773**
Current liabilities				
Accounts payable		-	-	1,852
Liabilities to Group companies		-	203	–
Other liabilities		-	46	–
Current liabilities		**-**	**249**	**1,852**
TOTAL EQUITY AND LIABILITIES		**53,267**	**3,523**	**55,625**

STATEMENT OF CHANGES IN EQUITY IN PARENT COMPANY

SEK thousand	Share capital	Other contributed capital	Retained earnings incl. profit for the year	Equity attributable to shareholders in Parent Company	Total Equity
Opening Equity 01/07/2024	**50**	**-**	**3,359**	**3,409**	**3,409**
Profit/loss for the period			-135	-135	-135
Equity 30/09/2024	**50**	**-**	**3,224**	**3,274**	**3,274**
Opening Equity 01/01/2024	**50**	**-**	**3,425**	**3,475**	**3,475**
Profit/loss for the period			-201	-201	-201
Equity 30/09/2024	**50**	**-**	**3,224**	**3,274**	**3,274**
Opening Equity 01/01/2024	**50**	**–**	**3,425**	**3,475**	**3,475**
New share issue / Warrants	125	50,173		50,298	50,298
Costs associated to issue of shares		-5,481		-5,481	-5,481
Increase in share capital	450		-450	–	–
Profit/loss for the period			5,481	5,481	5,481
Equity 31/12/2024	**625**	**44,692**	**8,456**	**53,773**	**53,773**
Opening Equity 01/07/2025	**625**	**44,692**	**8,159**	**53,476**	**53,476**
Profit/loss for the period			-209	-209	-209
Equity 30/09/2025	**625**	**44,692**	**7,950**	**53,267**	**53,267**
Opening Equity 01/01/2025	**625**	**44,692**	**8,456**	**53,773**	**53,773**
Profit/loss for the period			-506	-506	-506
Equity 30/09/2025	**625**	**44,692**	**7,950**	**53,267**	**53,267**

PARENT COMPANY STATEMENT OF CASH FLOWS

SEK thousand	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Operating activities					
Operating profit/loss	-209	-135	-734	-201	-92
Adjustments for non-cash items	-	-	-	-	-
Interest received	-	-	228	-	
Interest paid	-	-	-0	-	-717
Cash flow from operating activities before changes in working capital	**-209**	**-135**	**-506**	**-201**	**-809**
Change in current trade receivables	-4,842	5	-11,557	-6	-5,242
Change in trade payables	-	-	-1,852	-	1,852
Change in current liabilities	-	-	-	-	-46
Cash flow from operating activities	**-5,051**	**-130**	**-13,915**	**-207**	**-4,245**
Investing activities					
Acquisitions of Group companies	-	-21	-	-22	-22
Cash flow from investing activities	**-**	**-21**	**-**	**-22**	**-22**
Financing activities					
New share issue	-	-	-	-	44,817
Group contribution	-	-	-	-	6,29
Loans raised by Group companies	-	172	-	182	1,072
Repayment of loans to Group companies	-	-	-	-	-1,093
Cash flow from financing activities	**-**	**172**	**-**	**182**	**-**
CASH FLOW FOR THE PERIOD	**-5,051**	**21**	**-13,915**	**-47**	**46,819**
Cash and cash equivalents at the beginning of the period	38,026	3	46,890	71	71
Cash and cash equivalents at the end of the period	**32,975**	**24**	**32,975**	**24**	**46,890**

NOTES TO THE FINANCIAL STATEMENTS

Note 1 Accounting policies

This condensed interim report has been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's general recommendation BFNAR 2012:1 Annual Report and Consolidated Accounts (K3).

PREPARATION OF THE COMPANY'S FINANCIAL STATEMENTS

The Company's functional currency is the Swedish krona, which is also the Company's reporting currency. The financial statements are thus presented in Swedish kronor. Unless otherwise stated, all amounts are rounded off to the nearest thousand.

The financial statements are prepared in accordance with BFNAR 2012:1 (K3), which requires management to make assessments, estimates and assumptions that affect the application of accounting policies and the amounts reported regarding assets, liabilities, revenue and expenses. Actual outcomes may differ from these estimates and assessments.

The estimates and assumptions are reviewed regularly. Changes in accounting estimates are recognized in the period in which the change is made if the change affects only that period, or in the period in which the change is made and in future periods if the change affects both the current period and future periods.

CONSOLIDATED ACCOUNTS

Method of consolidation
The consolidated accounts are prepared using the purchase method of accounting.
Under the acquisition method, the acquisition of a subsidiary by an entity is regarded as a transaction whereby the Parent Company indirectly acquires the assets and assumes the liabilities of the subsidiary. The costs of acquisition are expensed as incurred.

The consolidated accounts include the companies in which the Parent Company directly or indirectly holds more than half of the votes for all shares, or otherwise has a controlling influence as defined in section 1:4 of the Swedish Annual Accounts Act. The results of subsidiaries are included in the consolidated results from the date of acquisition until the date of disposal.

Goodwill
Goodwill consists of the amount by which the cost of an acquisition exceeds the fair value of the Group's share of the net identifiable assets of the acquired entity at the date of acquisition. Goodwill is amortized on a straight-line basis over the estimated useful life. Goodwill is amortized over 10 years, in view of the fact that the acquisitions made by the Parent Company are regarded as long-term holdings and will contribute value over a long period of time within the Group.

Intra-Group transactions
Intra-Group receivables and liabilities, intra-Group transactions and unrealized gains are eliminated in full. Unrealized losses are also eliminated unless the transaction represents an impairment loss.

Any change in internal gains over the financial year has been eliminated in the consolidated income statement.

Revenue recognition
Sales of goods or services are recognized when material risks and rewards are transferred from the seller to the buyer in accordance with the terms of the sale. Sales are recorded net of VAT and discounts.

Interest income and dividends
Compensation in the form of interest or dividends is recognized as revenue when it is probable that the entity will receive the economic benefits associated with the transaction and when the amount of income can be measured reliably. Dividends are recognized when the competent body has resolved that the dividend should be paid. Interest income is recognized over the period to maturity using the effective interest method.

FINANCIAL INSTRUMENTS

Financial non-current assets are measured at cost less and impairment and financial current assets at the lower-of-cost-principle. The cost of interest-bearing instruments is adjusted for the accrued difference between what was originally paid, net of transaction costs, and the amount paid at maturity (premium or discount).

A financial asset is derecognized from the statement of financial position when the rights in the contract are realized, expire or the Company loses control over them. The same applies to part of a financial asset. A financial liability is derecognized from the statement of financial position when the contractual obligation is discharged or otherwise extinguished. The same applies to part of a financial liability.

CLASSIFICATION

Non-current assets and non-current liabilities consist essentially of amounts expected to be recovered or paid after more than 12 months from the balance sheet date. Current assets and current liabilities consist essentially of amounts expected to be recovered or paid within 12 months of the balance sheet date.

Shares and participations in subsidiaries
Shares and participations in subsidiaries are recognized at cost, less any write-downs. The cost includes the purchase consideration paid for the shares and acquisition costs. Any capital contributions are added to the cost as they are made. Dividends from subsidiaries are recognized as revenue.
In the case of investments in subsidiaries, the value of the asset is assessed annually on the basis of the forecast earnings of the subsidiaries.

Intangible non-current assets
Other intangible assets acquired by the Company are recognized at cost less accumulated amortization and impairment losses. Expenditure on internally generated goodwill and trademarks is recognized in the income statement as an expense as incurred.

Amortization is calculated using the straight-line method over the estimated useful life of the asset and begins when the asset becomes available for use. The amortization items are recognized as an expense in the income statement.

Intangible non-current assets	*Year*
Capitalized expenditure on development and similar work	5

Property, plant and equipment
Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. In addition to the purchase price, the cost includes expenditure directly attributable to the acquisition.

Depreciation is applied on a straight-line basis over the estimated useful life of the asset as it reflects the expected consumption of the asset's future economic benefits. The depreciation amount is recognized as an expense in the income statement.

Property, plant and equipment	*Year*
Expenditure on leasehold property	3
Machinery, computers and other technical equipment	3
Equipment, tools and installations	5

Tax
Tax on profit for the year in the income statement consists of current tax and deferred tax. Current tax is income tax for the current financial year relating to the taxable profit for the year and the part of the previous financial year's income tax that has not yet been recognized. Deferred tax is income tax on taxable profits of future financial years arising from past transactions or events. Deferred tax liabilities are recognized for all taxable temporary differences, except for temporary differences arising from the initial recognition of goodwill. Deferred tax assets are recognized for deductible temporary differences and for the possibility of future utilization of tax loss carryforwards. The calculation is based on how the carrying amount of the corresponding asset or liability is expected to be recovered or settled. The amounts are based on the tax rates and tax rules enacted before the balance sheet date and have not been discounted.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of available balances at banks and balances at securities depositories.

SHARE CAPITAL

Ordinary shares are classified as equity. Transaction costs directly attributable to the issue of new shares or options are recognized, net of tax, in equity as a deduction from the issue proceeds.

CONTINGENT LIABILITIES

A contingent liability is recognized when there is a possible obligation that arises from past events and whose existence will be confirmed only by one or more uncertain future events or multiple uncertain future events, or when there is an obligation that is not recognized as a liability or provision because it is not probable that an outflow of resources will be required.

EARNINGS PER SHARE

Profit for the year in SEK in relation to the average number of shares in issue on the balance sheet date.

STATEMENT OF CASH FLOWS

The statement of cash flows is prepared using the indirect method. The recognized cash flow includes only transactions resulting in cash receipts or payments.

In addition to cash and cash equivalents, the Company classifies as cash and cash equivalents balances with banks and other credit institutions and short-term liquid investments that are quoted in an active market and have a maturity of less than three months from the date of acquisition. Changes in restricted funds are reported in investing activities.

DEFINITIONS OF KEY PERFORMANCE INDICATORS

Net sales
The principal items of operating income, invoiced expense, ancillary revenue and revenue adjustments of the business.

EBITDA*
The Company's operating profit before interest, tax, impairment losses, depreciation and amortization.

EBITDA margin, (%)*
Operating profit before depreciation, amortization and impairment losses, as a percentage of net sales.

Operating profit (EBIT)*
Profit before financial income and expenses, and before extraordinary income and expenses.

EBIT margin (%)*
Operating profit as a percentage of net sales.

Sales growth (%)*
Percentage increase in sales for the period compared to the reference period.

Equity ratio (%)*
Equity as a percentage of total assets.

Net cash*
Cash, cash equivalents and short-term investments less interest-bearing liabilities.

Earnings per share, SEK
Profit for the year in SEK in relation to the average number of shares in issue on the balance sheet date.

Number of shares
The number of shares in the Company

*Alternative key performance indicators not defined according to BFNAR 2012:1 Annual Report and Consolidated Financial Statements (K3), which are thus not necessarily comparable with key performance indicators with similar names used by other companies.

Note 2 Intangible non-current assets

GROUP	30/09/2025	30/09/2024	31/12/2024
Capitalized development expenditure			
Accumulated cost			
At beginning of period	25,621	7,851	7,851
In-house developed assets	6,845	5,442	9,388
At end of period	**32,466**	**13,293**	**17,239**
Accumulated amortization			
At beginning of period	-	-	-
Amortization for the year	-	-	-
At end of period	**-**	**-**	**-**
	32,466	**13,293**	**17,239**

Note 3 Property, plant and equipment

GROUP	30/09/2025	30/09/2024	31/12/2024
Expenditure on improvements to leasehold property			
Accumulated cost			
At beginning of period	418	418	418
Purchases for the year	-	-	-
At end of period	**418**	**418**	**418**
Accumulated depreciation			
At beginning of period	-418	-267	-267
Depreciation for the year	-	-105	-139
At end of period	**-418**	**-372**	**-406**
Equipment, tools and installations			
Accumulated cost			
At beginning of period	3,481	2,962	2,962
Purchases for the year	712	-	-
At end of period	**4,193**	**2,962**	**2,962**
Accumulated depreciation			
At beginning of period	-1,701	-681	-681
Depreciation for the year	-208	-507	-677
At end of period	**-1,909**	**-1,188**	**-1,358**
	2,284	**1,820**	**1,616**

Note 4 Financial non-current assets

GROUP	30/09/2025	30/09/2024	31/12/2024
Other long-term receivables			
Accumulated cost:			
At beginning of period	2,000	2,000	2,000
Additional receivables	–	–	–
Claims settled	–	–	–
At end of period	**2,000**	**2,000**	**2,000**

Note 5 Participations in Group companies

PARENT COMPANY	Share of equity	Share of votes	Number of participations	Book value 30/09/2025	Book value 30/09/2024	Book value 31/12/2024
Envar Entertainment AB	100%	100%	500	3,446	3,446	3,446
Envar Games AB – Class A	100%	100%	5,000	25	25	25
Envar Games AB – Class B	100%	100%	45,217	22	22	22
				3,493	**3,493**	**3,493**

Note 6 Deferred tax liability

GROUP	30/09/2025	30/09/2024	31/12/2024
Deferred tax liability on untaxed reserves			
At beginning of period	1,590	1,698	1,698
Change for the year	-	–	–
At end of period	**1,590**	**1,698**	**1,698**

Note 7 Other long-term liabilities

GROUP	30/09/2025	30/09/2024	31/12/2024
Rent deposits	1,198	1,198	1,198
	1,198	**1,198**	**1,198**

Note 8 Interest income and similar items

GROUP	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Foreign exchange gains, unrealized	–	–	–	–	–
Other interest income	1	0	230	37	35
	1	**0**	**230**	**37**	**35**

PARENT COMPANY	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Other interest income	–	–	228	–	–
	–	**–**	**228**	**–**	**–**

Note 9 Interest expense and similar items

GROUP	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Exchange rate losses	-191	-	-1,270	-103	-
Other interest costs	0	0	-12	-19	-28
Other financial costs*	-	-	-	-	-717
	-191	**0**	**-1,282**	**-122**	**-745**

PARENT COMPANY	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	HELÅR 2024
Other financial costs	-	-	-0	–	-717
	-	**-**	**-0**	**–**	**-717**

Note 10 Tax on profit for the year

GROUP	PERCENT	JUL 2025–SEP 2025	JUL 2024–SEP 2024	JAN 2025–SEP 2025	JAN 2024–SEP 2024	FULL YEAR 2024
Current tax	20.60%	-1,234	-900	-3,333	-900	-1,594
Reconciliation of effective tax						
Profit before tax		5,843	6,088	15,909	4,251	12,630
Tax at the rate applicable to the Parent Company	20.60%	-1,204	-1,254	-3,277	-876	-2 602
Non-deductible expenses		-30	-32	-56	-32	-92
Non-taxable income		0	8	0	8	13
Non-deductible expenses not entered in the accounts		-	-	-	-	1,129
Standard interest rate on tax allocation reserve		-	-	-	-	-42
Utilization of non-capitalized loss carryforwards		-	378	-	-	-
		-1,234	**-900**	**-3,333**	**-900**	**-1,594**

Note 11 Transactions with related parties

None of the shareholders, directors, senior executives, auditors or related parties in the Envar Group has had any direct or indirect involvement in any business transactions with the companies that are or were unusual in nature or as regards terms. Nor has the Company granted any loans, guarantees or sureties to or for the benefit of any of the shareholders, directors, senior executives, auditors or related parties of the companies. Agreements on services with related parties are entered into on an arm's length basis. There were no transactions between Envar and related parties that materially affected the Group's financial position and performance during the reporting periods.

OTHER INFORMATION

REVIEW

This interim report has not been reviewed by the Company's auditor.

COMMUNICATION LANGUAGE

The board has decided that the communication language for the company shall be Swedish and English, with the Swedish version taking precedence.

THE COMPANY'S OPERATIONS AND RISK FACTORS

The Board of Directors and the CEO certify that the interim report gives a true and fair view of the Company's and the Group's operations, financial position and performance, and describes the material risks and uncertainties faced by the Company and the companies included in the Group.

CERTIFIED ADVISER

Amudova AB is the Company's Certified Adviser and may be contacted at info@amudova.se or +46 8 545 017 58.

UPCOMING REPORT DATES

Year-end report January-December 2025	February 16, 2026
Interim report January–March 2026	May 11, 2026
Interim report January–June 2026	August 11, 2026

Stockholm November 11, 2025

Atey Ghailan
CEO

Emil Daugaard
Chair of the Board of Directors

Ewelina Pettersson
Member of the Board of Directors

Amanda Bergerståhl
Member of the Board of Directors

FOR FURTHER INFORMATION, PLEASE CONTACT

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