

# Interim Report

I JANUARY – 31 MARCH 2025

## First Quarter

|   |                   |           |
|---|-------------------|-----------|
| Revenue                                 | SEK 42.2 million  | (52.5)    |
| EBITDA                                  | SEK 0.7 million   | (5.1)     |
| Adjusted EBITDA                         | SEK 0.7 million   | (5.1)     |
| Operational EBIT <sup>1</sup>           | SEK -2.2 million  | (2.4)     |
| EBIT                                    | SEK -17.8 million | (-39.3)   |
| Result after tax                        | SEK -17.4 million | (-60.4)   |
| Cash flow from operating activities     | SEK 2.1 million   | (2.6)     |
| Diluted earnings per share <sup>2</sup> | SEK -2.37         | (-278.46) |

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*Reducing debt and ensuring an improved structure across the Group is our focus in the coming months.*

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-Stefan Tengvall, VD

## During the quarter



Playdigious signs a distribution agreement with Epic Games, with four titles part of the launch offer for the Epic Games Store for mobile games.



Launch of Config Ads – an advertising network that will be the Nordic region's largest in gaming and esports with over a hundred connected channels.



Elisa Nordic Championship agreement marks the first step in establishing Fragbite AB's tournament business in the Nordic region.



First product collection of plushies with integrated digital chips under the Kumo brand sells out in less than 7 hours.

<sup>1</sup> Operational EBIT is defined as EBIT excluding non-operational amortisation and impairment of intangible assets.

<sup>2</sup> Per number of shares at the end of the quarter.

## Significant events during the quarter

- The Company finalises the ownership agreement with 4+Ventures AB and Swiss Peak Ventures GmbH according to the previously communicated Letter of Intent.
- Zara Zamani requests to resign from the Fragbite Group Board in order to focus on the web3 business area and instead joins the Group management team.
- Lucky Kat's first product collection of plushies with integrated digital chips under the Kumo brand sells out in less than 7 hours.
- The Company raises loans of SEK 5 million to support Lucky Kat and Wagmi prior to node sales and the \$KOBAN launch. The loans mature on 23 July 2025 and may, at the Company's initiative and with the lenders' approval, be converted into shares on two occasions, out of which one was carried out in March, and one remains.
- Playdigious signs a distribution agreement with Epic Games, which entails among other things that four titles are part of the launch offer for the Epic Games Store for mobile games.
- Fragbite AB enters into a collaboration to arrange the Elisa Nordic Championship 2025, marking the first step in establishing Fragbite AB's tournament business in the Nordic region.
- Playdigious is granted a licence to release the mobile title *Spiritfarer* in China.
- Fragbite AB launches Config Ads, an advertising network that will be the Nordic region's largest in gaming and esports with over a hundred connected channels.
- The Company converts loans of approximately SEK 3.7 million through a set-off issue, of which approximately SEK 2.2 million is attributable to Board members, approved by the EGM held on 25 March.

## Significant events after the end of the quarter

- Wagmi and Lucky Kat initiate the public launch of \$KOBAN with the pre-sale in two steps. The Company announces prices and supply ranges.
- Playdigious releases *Teenage Mutant Ninja Turtles: Shredder's Revenge* on Apple App Store and Google Play Store.
- Zara Zamani leaves the Group management team as she transitions from CEO to Advisor for Lucky Kat. Arash Asroush, formerly COO, is appointed CEO of Lucky Kat.
- FunRock & Prey Studios extends a previously signed development agreement based on *MMA Manager*. The new agreement adds approximately SEK 2.3 million in revenue.
- The company announces that Wagmi will release \$KOBAN for public trade on 14 May at 17.00, which is also the Token Generation Event when all \$KOBAN tokens are minted.

## CEO's comments

Revenue amounted to SEK 42.2 million, a decline of SEK 10.3 million from 2024, largely due to delays in Playdigious' release schedule and in the web3 business area. EBITDA amounted to SEK 0.7 million, a decline of SEK 4.4 million, the majority of which corresponded to the SEK 4.3 million capital gain on crypto asset sales in Q1 2024. EBITDA reflects the cost reductions made within the Group.

### Playdigious gears up for summer and fall

The global Epic Games Store opened its doors in January, with four of Playdigious' mobile titles as part of the launch offer. *Loop Hero* was also recently made available via the platform – a title with enduring popularity that was awarded at the annual Pégases Awards in March. During April, *Teenage Mutant Ninja Turtles: Shredder's Revenge* was released on Apple and Google in addition to being available on Netflix. The title is one of Playdigious' most successful in recent years, and a further expansion of its distribution is a priority. During the period, progress was made in the Chinese market with the granting of a licence to release *Spiritfarer*.

As previously communicated, Q3 2024 was weak due to an important game release being postponed at the IP owner's request. Part of the contract's fixed compensation was brought forward to compensate for the delay, which had a positive impact on Q4 2024. As the game has still not been released, we see a negative impact again during Q1. The game is being released in summer and will finally be announced in late May.

The quarter was also affected by a delay to *Don't Starve Together*. With several releases and announcements in 2025, initially planned for 2024, it will be an intense summer and fall for the porting business. Before then, we also look forward to the release of Playdigious Originals' two PC games *Fretless* and *Crown Gambit*, for which the team has put a lot of effort into marketing. In March, a new *Fretless* trailer was released during the Future Games Show at the Game Developers Conference.

### Wind in the sails for FunRock Prey

FunRock & Prey Studios' new revenue model, a form of hybrid work-for-hire, has produced results. The year 2024 closed with a positive EBITDA and the subsidiary has been cash flow positive since November. We recently announced the extension of one of two agreements and that talks on a third game are in motion. Meanwhile, *MMA Manager 2* is also showing good numbers since the end of 2024. The subsidiary has finally caught a tailwind, and we are working together to build on this.

### Web3 – Challenges and opportunities

In January, the first product collection of Kumo plushies with integrated digital chips sold out in less

than 7 hours. Kumo has been well received by players and the Sui blockchain community, which indicates opportunities to utilise the brand in different ways.

In November, we announced the development of \$KOBAN into a protocol token and that work on our own gaming protocol had started. This work continued during the period and a closed testnet has been established. In parallel, the studio has continued its game development, including preparations on *Panzerdogs* to allow implementation of new features when \$KOBAN is released on public exchanges.

Despite much product development, the business area suffered major delays in 2024 and with them an increasingly strained cash position. The public \$KOBAN launch was due to start earlier, and revenue budgeted by the subsidiaries for 2024 and beyond did not materialise, which has had a negative impact on the Group's cash flow. We have put much focus on supporting the business area during the past quarter and driving project and revenue realisation in various ways. Getting the business on track financially is our top priority at the time of writing.

The first two steps in the \$KOBAN launch were completed in April, and preliminary figures show significantly lower revenue than forecast, which is disappointing. However, we don't yet have all the data, and the Company will report the outcome when the launch is finalised. The last step, when \$KOBAN is released on public exchanges, starts today and we will come back with collated details on the full launch. It is important to note that while revenue from the launch is one thing, the importance of \$KOBAN as a functional token in an ecosystem of games intended to endure for many years to come, is another.

### Esports – New vertical and Nordic ambitions

A new business vertical called Config Ads was launched in Q1 – an ad network that will be the Nordic region's largest in gaming and esports with over a hundred connected channels and websites. The team has also partnered to organise the Elisa Nordic Championship 2025, marking the first step in establishing Fragbite's Nordic tournament business. Esports is normally strongest in the second half of the year, notably with the Swedish Cup, and makes up for the less active months early in the year. The first quarter is weaker compared with 2024, largely due to fewer assignments for Config. After a profitable 2023 and 2024, the Company expects the business area to maintain the same stable level for the full year 2025.

### Focus on profitable business

We closed 2024 with profitability for Gaming and Esports but now have a tough situation in the Web3 business. Our focus for this year is to review the entire organisation, improve the structure, sell assets where favourable and redirect where needed so that we can reduce debt and close 2025 with profitability across the Group.

Stefan Tengvall, President & CEO

## We are Fragbite Group

Fragbite Group AB (publ) ("Fragbite Group" or "The Company") is a publicly traded, Swedish company with a portfolio of established subsidiaries that develop, adapt and publish games and esports content within GAMING, ESPORTS and WEB3. Our products are developed for traditional platforms – PC, console and mobile – as well as modern platforms built on blockchain technology. Together we create entertainment for the global gaming market by meeting the needs of a new generation of gamers – **play, watch, own**.

The Group is headquartered in Stockholm and has employees in Sweden, France, the Netherlands and Gibraltar. Fragbite Group has been listed on Nasdaq First North Growth Market since 2021.

### OUR SUBSIDIARIES

- **Fragbite** is based in Sweden and is one of the Nordic region's largest communities in esports. The company develops and operates tournament concepts, and offers marketing services through the Config esports and gaming agency.
- **Funrock & Prey Studios** is a game studio based in Sweden that develops game engines and games for mobile platforms under their own IPs and within the framework of hybrid work-for-hire contracts.
- **Lucky Kat** is a game studio based in the Netherlands that develops web3 games based on blockchain technology as well as hypercasual mobile games.
- **Playdigious** is a game developer based in France that develops successful game titles from PC to mobile, and subsequently publishes them. Under the Playdigious Originals brand, indie games for PC and console are published.
- **Wagmi** is the Group's issuer of financial assets within web3. The subsidiary is based in Gibraltar and registered as a Virtual Asset Service Provider by the Gibraltar Financial Services Commission.

### OUR BUSINESS AREAS

#### Gaming

The Gaming business area includes FunRock & Prey Studios and Playdigious, and Lucky Kat's business in the hypercasual genre. The company develops games, with a focus on free-to-play mobile games. We also port already released games from PC and console to mobile platforms and then publish them. Finally, the company publishes games in the indie game genre for PC and console.

#### Esports

The Esports business area comprises Fragbite AB. The business is based on expertise in marketing through esports and gaming content, and is conducted under the Fragbite and Config brands.

#### Web3

The Web3 business area comprises Wagmi, as well as Lucky Kat's business in this area. The company develops ecosystems, communities and digital assets within the framework of games built on blockchain technology.

## Financial performance January – March 2025

| Fragbite Group<br>SEK thousands | Jan-Mar |         | R12m      | Full Year |
|---------------------------------|---------|---------|-----------|-----------|
|                                 | 2025    | 2024    | 2024/2025 | 2024      |
| Revenue                         | 42,231  | 52,520  | 202,940   | 213,230   |
| Adjusted EBITDA                 | 683     | 5,125   | 8,833     | 13,275    |
| EBITDA                          | 683     | 5,125   | 3,351     | 7,793     |
| Operational EBIT                | -2,248  | 2,378   | -8,110    | -3,484    |
| EBIT                            | -17,762 | -39,260 | -120,262  | -141,761  |
| Net profit after tax            | -17,428 | -60,441 | -85,972   | -128,984  |

Earnings for 2024 were negatively affected by accumulated extraordinary costs of SEK 5,482 thousand, of which SEK 5,482 thousand were in Q2. SEK 1,741 thousand was related to restructuring costs and SEK 3,742 thousand to the bankruptcy of the Swedish subsidiary Fall Damage Studio AB.

### THE GROUP'S REVENUE

Revenue for the quarter amounted to SEK 42.2 (52.5) million, a decline of SEK 10.3 million. The decline is mainly attributable to the Gaming business area and is an expected decline in anticipation of upcoming releases in the coming quarters.

### OPERATING PROFIT

Operating profit before depreciation and amortisation (EBITDA) for the quarter amounted to SEK 0.7 (5.1) million, a decline of SEK 4.4 million. The loss of revenue for Gaming also affects operating profit negatively, while the cost-saving programme implemented last year continues to have a positive impact compared with the previous year. Earnings for Q1 of the previous year included a capital gain of SEK 4.3 million on crypto asset sales.

Operating profit (EBIT) for the quarter was SEK -17.8 (-39.3) million. The previous year's EBIT included goodwill amortisation of SEK 20.9 million for the subsidiary Fall Damage, which was declared bankrupt in 2024. Operational EBIT for the quarter was SEK -2.2 (2.4) million. Operational EBIT is exclusive of goodwill impairment and amortisation of SEK 15.5 (41.6) million for the quarter.

A pro forma income statement and statement of financial position can be found on pages 14 and 15, showing the Company for the same period in 2024 without Fall Damage.

### NET FINANCIAL ITEMS

Net financial items for the quarter were SEK 1.1 (-20.3) million. Net financial items for the quarter were positively affected by approximately SEK 2.6 million as a result of currency fluctuations linked to financial items.

### PROFIT/LOSS FOR THE PERIOD

Profit/loss after tax for the quarter was SEK -17.4 (-60.4) million. Basic earnings per share for the quarter amounted to SEK -2.37 (-278.46). Diluted earnings per share for the quarter amounted to SEK -2.37 (-278.46). Earnings per share are calculated on the number of shares at the end of the quarter.

### LIQUIDITY AND CASH FLOW

Cash flow from operating activities for the quarter was SEK 2.1 (2.6) million.

Cash flow from investing activities for the quarter amounted to SEK -8.3 (-14.6) million, which mainly relates to capitalisation of work performed for own account and final earnout paid in respect of previous acquisitions.

Cash flow from financing activities for the quarter was SEK 5.9 (1.9) million. The outcome of the set-off issue during the quarter brought the Company SEK 3.7 million in equity and reduced other financial liabilities by the same amount. During the quarter, a new loan of SEK 5.0 million was taken out and loan repayments of SEK 0.7 (7.1) were made to credit institutions.

Cash flow for the quarter amounted to SEK -0.4 (-10.1) million. SEK 1.0 (0.9) million of the Group's SEK 10 million overdraft facility was unutilised as of 31 March 2025.



At the end of the period, the Group's cash and cash equivalents totalled SEK 8.3 (15.6) million.

## FINANCIAL POSITION

The equity ratio was 38.7 (10.0) percent and equity amounted to SEK 63.6 (93.5) million on 31 March 2025. Total assets amounted to SEK 164.5 (939.0) million.

## PARENT COMPANY

The Parent Company's operating profit for the quarter was SEK 0.1 (-1.6) million including internal revenue, an improvement of SEK 1.7 million from the previous year, largely due to the cost-saving programme implemented in 2024.

## Financial development per business area

|                 | Jan-Mar 2025 |        |       |        |        | Jan-Mar 2024 |        |       |        |        |
|-----------------|--------------|--------|-------|--------|--------|--------------|--------|-------|--------|--------|
| SEK thousands   | Gaming       | Esport | Web3  | Parent | TOTAL  | Gaming       | Esport | Web3  | Parent | TOTAL  |
| Revenue         | 37,188       | 289    | 4,753 | 0      | 42,230 | 45,953       | 1,880  | 4,687 | 0      | 52,520 |
| Adjusted EBITDA | 2,826        | -995   | 660   | -1,808 | 683    | 3,028        | -281   | 5,389 | -3,011 | 5,125  |

## GAMING

The business area continued to experience a decline in revenue during Q1, mainly due to the delay of one of Playdigious' games. Playdigious continues to report a breadth of revenue from large parts of its existing portfolio and upcoming releases.

## ESPORTS

The first quarter is traditionally the weakest as the majority of the business area's activities occur in the latter part of the year. The quarter shows a larger deficit than the previous year, which is primarily attributable to fewer projects under Config. The new business vertical Config Ads, launched in March, has yet to go live which is why it did not generate revenue in the first quarter.

## WEB3

No substantial revenue-generating activities were completed during the quarter, and the business area's earnings and cash position were negatively affected by significant delays. Accrued income from previous token sales is reflected in the revenue and adjusted EBITDA for both the quarter and the same period in the previous year. Web3's earnings for Q1 of the previous year included a capital gain of SEK 4.3 million on crypto asset sales.

## PARENT COMPANY

Adjusted EBITDA for the quarter remains significantly improved from the previous year, primarily driven by the cost reductions and efficiency measures implemented in the second half of 2024.

## Planned releases and activities

| Title  | IP owner  | Publisher             |
|--|-----------|-----------------------|
| <i>Fretless</i> – release on PC (22 May)                               | External  | Playdigious Originals |
| <i>Crown Gambit</i> – release on PC (18 June)                          | External  | Playdigious Originals |
| <i>Don't Starve Together</i> – release on mobile                       | External  | Playdigious           |
| <i>Spiritfarer</i> – release in China (Q2 2025)                        | External  | Playdigious           |
| <i>Streets of Rage 4</i> – release on Google Play Pass (July)          | External  | Playdigious           |
| Six signed, not yet presented titles for release on mobile (2025-2026) | External  | Playdigious           |
| Elisa Nordic Championships 2025 – Swedish qualifying game (Q2)         | External  | Fragbite AB           |
| Kumo – online store launch and second product collection               | Lucky Kat | Lucky Kat             |
| Node sales   | Wagmi     | Wagmi & Lucky Kat     |
| New release of IP as web3 game, title not yet announced (2025)         | Lucky Kat | Wagmi & Lucky Kat     |
| Release of Panzerdogs and Cosmocadia on SuiPlay console (Q3 2025)      | Lucky Kat | Lucky Kat             |

## Sale of shares in Lucky Kat and Wagmi

On 13 December 2024, Fragbite Group signed a Letter of Intent, followed by an agreement on 21 January 2025, for the sale of minority shares in the Web3 business area. Counterparties are Swedish venture builder company 4+Ventures AB and Swiss company Swiss Peak Ventures GmbH. For information on the agreement's purpose, structure, valuation and impact on the Group, see the 2024 year-end report, published on 20 February.

## Other

### OPERATIONAL MEASURES

During the period, in parallel with continuing to maintain tight cost control following the cost reduction programme implemented in 2024, the Company has reviewed opportunities for streamlining and restructuring within the Group. This includes reviewing the possibility of selling assets where favourable and continuing to find different solutions to reduce debt during 2025.

### DIVIDEND FROM FALL DAMAGE BANKRUPTCY ESTATE

Fragbite Group is the largest creditor in Fall Damage's bankruptcy estate. The Company has recognised SEK 10 million as a receivable based on information from the receiver. Prior to the final decision by the district court, the receiver paid the Company SEK 5 million in advance during Q1.

## Condensed consolidated income statement

| SEK thousands   | Jan-Mar        |                | Full Year       |
|---|----------------|----------------|-----------------|
|   | 2025           | 2024           | 2024            |
| Revenue   | 42,231         | 52,520         | 213,230         |
| Capitalised work on own account                             | 5,357          | 23,551         | 51,857          |
| Other operating income                                      | 117            | 4,539          | 5,174           |
| <b>Total revenue</b>  | <b>47,704</b>  | <b>80,610</b>  | <b>270,261</b>  |
| Cost of goods and services sold                             | -25,858        | -38,801        | -146,731        |
| <b>Gross profit</b>   | <b>21,846</b>  | <b>41,808</b>  | <b>123,530</b>  |
| Gross margin %  | 45.8%          | 51.9%          | 45.7%           |
| Personnel expenses  | -11,508        | -22,480        | -66,080         |
| Other external expenses                                     | -9,654         | -14,202        | -49,657         |
| <b>EBITDA</b>   | <b>683</b>     | <b>5,125</b>   | <b>7,793</b>    |
| Amortisation and impairment of intangible assets            | -2,842         | -2,314         | -10,265         |
| Depreciation of tangible assets                             | -89            | -433           | -1,012          |
| Amortisation goodwill                                       | -15,514        | -41,639        | -138,277        |
| <b>EBIT</b>   | <b>-17,762</b> | <b>-39,260</b> | <b>-141,761</b> |
| Net financial items   | 1,063          | -20,282        | 15,827          |
| <b>Earnings before tax (EBT)</b>                            | <b>-16,698</b> | <b>-59,542</b> | <b>-125,934</b> |
| Tax   | -730           | -898           | -3,050          |
| <b>Net profit</b>   | <b>-17,428</b> | <b>-60,441</b> | <b>-128,984</b> |
| Other comprehensive income                                  | 0              | 0              | 0               |
| Total comprehensive income                                  | -17,428        | -60,441        | -128,984        |
| <b>Comprehensive income for the period attributable to:</b> |                |                |                 |
| Parent company's shareholders                               | -17,156        | -60,441        | -128,984        |
| Non-controlling interests                                   | -273           | 0              | 0               |
| Earnings per share (SEK)                                    | -2.34          | -278.46        | -19.02          |
| Earnings per share after dilution (SEK)                     | -2.34          | -278.46        | -19.02          |
| Average number of shares outstanding                        | 6,814,038      | 217,050        | 3,029,565       |
| Average number of shares outstanding diluted                | 6,814,038      | 217,050        | 3,029,565       |
| Number of shares before dilution                            | 7,340,223      | 217,050        | 6,783,086       |
| Number of shares diluted                                    | 7,340,223      | 217,050        | 6,783,086       |

\* A 1:500 reverse share split was completed in December and has been taken into account in the calculations for all periods in this report.



# Condensed consolidated statement of financial position

| SEK thousands                        | Mar 31, 2025   | Mar 31, 2024   | Dec 31, 2024   |
|--------------------------------------|----------------|----------------|----------------|
| <b>ASSETS</b>                        |                |                |                |
| <b>Fixed assets</b>                  |                |                |                |
| Intangible assets                    | 127,306        | 897,800        | 146,490        |
| Tangible assets                      | 691            | 1,727          | 763            |
| Financial assets                     | 378            | 426            | 399            |
| <b>Total fixed assets</b>            | <b>128,375</b> | <b>899,953</b> | <b>147,652</b> |
| <b>Current assets</b>                |                |                |                |
| Accounts receivable                  | 5,883          | 3,199          | 5,200          |
| Current tax receivables              | 1,510          | 1,658          | 4,805          |
| Other receivables                    | 5,994          | 1,452          | 12,017         |
| Prepaid expenses and accrued income  | 14,510         | 17,108         | 13,979         |
| <b>Total current assets</b>          | <b>27,897</b>  | <b>23,417</b>  | <b>36,002</b>  |
| <b>Cash and cash equivalents</b>     | <b>8,267</b>   | <b>15,604</b>  | <b>9,407</b>   |
| <b>Total assets</b>                  | <b>164,539</b> | <b>938,974</b> | <b>193,061</b> |
| <b>EQUITY AND LIABILITIES</b>        |                |                |                |
| <b>Equity</b>                        |                |                |                |
| Equity attributable to shareholders  | 58,955         | 93,461         | 80,892         |
| Non-controlling interests            | 4,687          | 0              | 0              |
| <b>Total Equity</b>                  | <b>63,642</b>  | <b>93,461</b>  | <b>80,892</b>  |
| <b>Provisions</b>                    |                |                |                |
| Additional purchase price            | 0              | 693,842        | 0              |
| Deferred tax liabilities             | 1,857          | 0              | 1,574          |
| <b>Total Provisions</b>              | <b>1,857</b>   | <b>693,842</b> | <b>1,574</b>   |
| <b>Long-term liabilities</b>         |                |                |                |
| Liabilities to credit institutions   | 6,159          | 11,946         | 7,212          |
| <b>Total long-term liabilities</b>   | <b>6,159</b>   | <b>11,946</b>  | <b>7,212</b>   |
| <b>Short-term liabilities</b>        |                |                |                |
| Liabilities to credit institutions   | 12,691         | 22,237         | 13,168         |
| Overdraft facilities                 | 8,963          | 9,077          | 8,798          |
| Other financial liabilities          | 15,430         | 20,000         | 12,474         |
| Accounts payable                     | 4,105          | 7,267          | 6,009          |
| Current tax liabilities              | 0              | 22             | 43             |
| Other current liabilities            | 17,369         | 21,270         | 21,895         |
| Accrued expenses and deferred income | 34,324         | 59,852         | 40,996         |
| <b>Total short-term liabilities</b>  | <b>92,881</b>  | <b>139,725</b> | <b>103,383</b> |
| <b>Total equity and liabilities</b>  | <b>164,539</b> | <b>938,974</b> | <b>193,061</b> |

# Condensed consolidated statement of changes in equity

| SEK thousands   | Share capital | Premium Fund   | Retained earnings | Result for the period | Equity attributable to shareholders of the Parent Company | Equity attributable to Non-controlling interests | Total Equity   |
|---|---------------|----------------|-------------------|-----------------------|---|--|----------------|
| <b>OPENING BALANCE 01/01/2024</b>                           | <b>1,809</b>  | <b>392,062</b> | <b>-194,655</b>   | <b>-53,148</b>        | <b>146,067</b>  | <b>0</b>   | <b>146,067</b> |
| Changes in equity during the period 01/01/2024 - 31/12/2024 |               |                |                   |                       |   |  |                |
| Net result for the reporting period                         |               |                |                   | -128,984              | -128,984  |  | -128,984       |
| New share issue paid  | 54,716        | 13,102         |                   |                       | 67,818  |  | 67,818         |
| New share issue costs                                       |               | -11,007        |                   |                       | -11,007   |  | -11,007        |
| Decrease share capital                                      | -53,133       | 53,133         |                   |                       | 0   |  | 0              |
| Translation difference                                      |               |                | 6,997             |                       | 6,997   |  | 6,997          |
| Disposition according to decision by the AGM                |               |                | -53,148           | 53,148                | 0   |  | 0              |
| <b>CLOSING BALANCE 31/12/2024</b>                           | <b>3,392</b>  | <b>447,290</b> | <b>-240,806</b>   | <b>-128,984</b>       | <b>80,892</b>   | <b>0</b>   | <b>80,892</b>  |
| <b>OPENING BALANCE 01/01/2025</b>                           | <b>3,392</b>  | <b>447,290</b> | <b>-240,806</b>   | <b>-128,984</b>       | <b>80,892</b>   | <b>0</b>   | <b>80,892</b>  |
| Changes in equity during the period 01/01/2025 - 31/03/2025 |               |                |                   |                       |   |  |                |
| Net result for the reporting period                         |               |                |                   | -17,156               | -17,156   | -273   | -17,428        |
| New share issue paid  | 279           | 3,453          |                   |                       | 3,731   |  | 3,731          |
| New share issue costs                                       |               | -30            |                   |                       | -30   |  | -30            |
| Translation difference                                      |               |                | -7,049            |                       | -7,049  |  | -7,049         |
| Transactions with minority interest                         |               |                | -1,432            |                       | -1,432  | 4,960  | 3,527          |
| Disposition according to decision by the AGM                |               |                | -128,984          | 128,984               | 0   |  | 0              |
| <b>CLOSING BALANCE 31/03/2025</b>                           | <b>3,670</b>  | <b>450,713</b> | <b>-378,272</b>   | <b>-17,156</b>        | <b>58,955</b>   | <b>4,687</b>                                     | <b>63,642</b>  |

## Condensed consolidated cash flow statement

| SEK thousands  | Jan-Mar        |                | Full Year       |
|--|----------------|----------------|-----------------|
|  | 2025           | 2024           | 2024            |
| <b>Operating income</b>  | <b>-17,762</b> | <b>-39,260</b> | <b>-141,761</b> |
| Non-cash items   |                |                |                 |
| Depreciation, amortisation and impairment                                    | 18,445         | 44,386         | 149,554         |
| Other  | 0              | 0              | 3,742           |
| Financial items  | -802           | -1,665         | -7,967          |
| Tax paid   | 2,757          | -2,457         | -6,785          |
| <b>Cash flow from operating activities before changes in working capital</b> | <b>2,639</b>   | <b>1,003</b>   | <b>-3,218</b>   |
| Change in accounts receivable  | -983           | -666           | -2,695          |
| Change in other receivables  | 4,697          | 13,078         | 14,302          |
| Change in accounts payable   | -1,692         | -3,608         | -304            |
| Change in other liabilities  | -2,585         | -7,245         | -16,656         |
| <b>Cash flow from changes in working capital</b>                             | <b>-564</b>    | <b>1,559</b>   | <b>-5,353</b>   |
| <b>Cash flow from operating activities</b>                                   | <b>2,075</b>   | <b>2,562</b>   | <b>-8,571</b>   |
| Investment in subsidiaries   | -3,023         | 0              | -324            |
| Capitalised work on own account  | -5,357         | -23,551        | -51,877         |
| Acquisition of intangible and tangible fixed assets                          | -1,219         | -7,593         | -10,354         |
| Disposal of intangible and tangible fixed assets                             | 1,253          | 16,419         | 18,377          |
| Deposit paid   | -2             | 0              | -88             |
| Deposit repaid   | 0              | 114            | 227             |
| <b>Cash flow from investing activities</b>                                   | <b>-8,347</b>  | <b>-14,611</b> | <b>-44,038</b>  |
| New share issue  | 3,701          | 0              | 56,811          |
| New borrowings   | 5,000          | 0              | 25,000          |
| Change in overdraft limit  | 165            | 9,077          | 8,798           |
| Change in other financial liabilities  | -2,350         | 0              | -32,994         |
| Repayment of liabilities to credit institutions                              | -658           | -7,141         | -20,773         |
| <b>Cash flow from financing activities</b>                                   | <b>5,859</b>   | <b>1,936</b>   | <b>36,842</b>   |
| <b>Cash flow</b>   | <b>-414</b>    | <b>-10,113</b> | <b>-15,768</b>  |
| Cash and cash equivalents at beginning of period                             | 9,407          | 25,055         | 25,055          |
| Cash flow for the period   | -414           | -10,113        | -15,768         |
| Exchange difference in cash and cash equivalents                             | -727           | 662            | 121             |
| Cash and cash equivalents at end of period                                   | 8,267          | 15,604         | 9,407           |

## Condensed Parent Company income statement

| SEK thousands                                 | Jan-Mar      |               | Full Year       |
|---|--------------|---------------|-----------------|
|   | 2025         | 2024          | 2024            |
| Revenue                                       | 1,870        | 1,674         | 6,027           |
| <b>Total revenue</b>                          | <b>1,870</b> | <b>1,674</b>  | <b>6,027</b>    |
| Personnel expenses                            | -1,184       | -2,097        | -8,091          |
| Other external expenses                       | -624         | -1,207        | -4,549          |
| <b>EBITDA</b>                                 | <b>63</b>    | <b>-1,630</b> | <b>-6,613</b>   |
| Profit from participations in Group companies | 0            | 11,253        | 11,253          |
| Impairments of financial fixed assets         | 0            | 0             | -210,051        |
| Net financial items                           | 479          | -6,219        | -8,278          |
| <b>Earnings before tax (EBT)</b>              | <b>542</b>   | <b>3,404</b>  | <b>-213,689</b> |
| Tax   | 0            | 0             | 0               |
| <b>Net profit</b>                             | <b>542</b>   | <b>3,404</b>  | <b>-213,689</b> |

# Condensed Parent Company statement of financial position

| SEK thousands                        | Mar 31, 2025   | Mar 31, 2024   | Dec 31, 2024   |
|--------------------------------------|----------------|----------------|----------------|
| <b>ASSETS</b>                        |                |                |                |
| <b>Fixed assets</b>                  |                |                |                |
| Shares in Group companies            | 202,417        | 815,929        | 205,246        |
| Receivables from Group companies     | 13,500         | 52,200         | 13,450         |
| Financial assets                     | 255            | 255            | 255            |
| <b>Total fixed assets</b>            | <b>216,172</b> | <b>868,384</b> | <b>218,951</b> |
| <b>Current assets</b>                |                |                |                |
| Receivables from Group companies     | 5,703          | 2,536          | 2,273          |
| Current tax receivables              | 207            | 64             | 0              |
| Other receivables                    | 5,029          | 7              | 10,036         |
| Prepaid expenses and accrued income  | 369            | 478            | 294            |
| <b>Total current assets</b>          | <b>11,307</b>  | <b>3,085</b>   | <b>12,603</b>  |
| <b>Cash and cash equivalents</b>     | <b>286</b>     | <b>495</b>     | <b>1,036</b>   |
| <b>Total assets</b>                  | <b>227,766</b> | <b>871,964</b> | <b>232,589</b> |
| <b>EQUITY AND LIABILITIES</b>        |                |                |                |
| <b>Equity</b>                        | <b>136,528</b> | <b>292,566</b> | <b>132,285</b> |
| <b>Provisions</b>                    | <b>0</b>       | <b>456,100</b> | <b>0</b>       |
| <b>Long-term liabilities</b>         |                |                |                |
| Liabilities to credit institutions   | 0              | 2,657          | 0              |
| Liabilities to Group companies       | 58,974         | 76,932         | 65,151         |
| <b>Total long-term liabilities</b>   | <b>58,974</b>  | <b>79,589</b>  | <b>65,151</b>  |
| <b>Short-term liabilities</b>        |                |                |                |
| Liabilities to credit institutions   | 10,106         | 19,378         | 10,450         |
| Other financial liabilities          | 7,447          | 20,000         | 5,435          |
| Accounts payable                     | 209            | 247            | 510            |
| Liabilities to Group companies       | 1,025          | 1,797          | 2,203          |
| Current tax liabilities              | 0              | 0              | 43             |
| Other liabilities                    | 11,308         | 685            | 14,806         |
| Accrued expenses and deferred income | 2,170          | 1,602          | 1,707          |
| <b>Total short-term liabilities</b>  | <b>32,264</b>  | <b>43,709</b>  | <b>35,154</b>  |
| <b>Total equity and liabilities</b>  | <b>227,766</b> | <b>871,964</b> | <b>232,589</b> |

# Proforma income statement

| Condensed consolidated income statement excluding Fall Damage Studio AB |                |                |                       |                   |                         |                 |                       |                   |                         |
|---|----------------|----------------|-----------------------|-------------------|-------------------------|-----------------|-----------------------|-------------------|-------------------------|
| SEK thousands   | Jan-Mar 2025   | Jan-Mar 2024   |                       |                   |                         | Full Year 2024  |                       |                   |                         |
|   | Fragbite Group | Fragbite Group | Fall Damage Studio AB | Group adjustments | Proforma Fragbite Group | Fragbite Group  | Fall Damage Studio AB | Group adjustments | Proforma Fragbite Group |
| Revenue   | 42,231         | 52,520         | -12                   | 0                 | 52,508                  | 213,230         | -12                   | 0                 | 213,218                 |
| Capitalised work on own account   | 5,357          | 23,551         | -15,583               | 0                 | 7,968                   | 51,857          | -25,134               | 0                 | 26,723                  |
| Other operating income  | 117            | 4,539          | -1                    | 0                 | 4,538                   | 5,174           | -1                    | 0                 | 5,173                   |
| <b>Total revenue</b>  | <b>47,704</b>  | <b>80,610</b>  | <b>-15,596</b>        | <b>0</b>          | <b>65,014</b>           | <b>270,261</b>  | <b>-25,147</b>        | <b>0</b>          | <b>245,114</b>          |
| Cost of goods and services sold   | -25,858        | -38,801        | 12                    | 0                 | -38,789                 | -146,731        | 12                    | 0                 | -146,719                |
| <b>Gross profit</b>   | <b>21,846</b>  | <b>41,808</b>  | <b>-15,584</b>        | <b>0</b>          | <b>26,225</b>           | <b>123,530</b>  | <b>-25,135</b>        | <b>0</b>          | <b>98,395</b>           |
| Gross margin %  | 45.8%          | 51.9%          | 99.9%                 |                   | 40.3%                   | 45.7%           | 100.0%                |                   | 40.1%                   |
| Personnel expenses  | -11,508        | -22,480        | 10,515                | 0                 | -11,965                 | -66,080         | 17,590                | 0                 | -48,491                 |
| Other external expenses   | -9,654         | -14,202        | 5,643                 | -262              | -8,822                  | -49,657         | 14,647                | -6,695            | -41,705                 |
| <b>EBITDA</b>   | <b>683</b>     | <b>5,125</b>   | <b>574</b>            | <b>-262</b>       | <b>5,438</b>            | <b>7,793</b>    | <b>7,101</b>          | <b>-6,695</b>     | <b>8,199</b>            |
| Amortisation and impairment of intangible assets                        | -2,842         | -2,314         | 75                    | 0                 | -2,239                  | -10,265         | 504                   | 0                 | -9,761                  |
| Depreciation of tangible assets   | -89            | -433           | 325                   | 0                 | -108                    | -1,012          | 75                    | 0                 | -937                    |
| Amortisation goodwill   | -15,514        | -41,639        | 0                     | 20,885            | -20,753                 | -138,277        | 0                     | 32,501            | -105,776                |
| <b>EBIT</b>   | <b>-17,762</b> | <b>-39,260</b> | <b>974</b>            | <b>20,623</b>     | <b>-17,663</b>          | <b>-141,761</b> | <b>7,680</b>          | <b>25,805</b>     | <b>-108,276</b>         |
| Net financial items   | 1,063          | -20,282        | 14,248                | -302              | -6,336                  | 15,827          | 15,153                | -573              | 30,407                  |
| <b>Earnings before tax (EBT)</b>  | <b>-16,698</b> | <b>-59,542</b> | <b>15,221</b>         | <b>20,321</b>     | <b>-23,999</b>          | <b>-125,934</b> | <b>22,833</b>         | <b>25,232</b>     | <b>-77,868</b>          |
| Tax   | -730           | -898           | 0                     | 0                 | -898                    | -3,050          | 0                     | 0                 | -3,050                  |
| <b>Net profit</b>   | <b>-17,428</b> | <b>-60,441</b> | <b>15,221</b>         | <b>20,321</b>     | <b>-24,898</b>          | <b>-128,984</b> | <b>22,833</b>         | <b>25,232</b>     | <b>-80,919</b>          |



# Proforma statement of financial position

| Condensed consolidated balance sheet excluding Fall Damage Studio AB |                |                |                       |                   |                         |                |
|--|----------------|----------------|-----------------------|-------------------|-------------------------|----------------|
| Fragbite Group   | Mar 31, 2025   | Mar 31, 2024   |                       |                   |                         | Dec 31, 2024   |
| SEK thousands  | Fragbite Group | Fragbite Group | Fall Damage Studio AB | Group adjustments | Proforma Fragbite Group | Fragbite Group |
| <b>ASSETS</b>  |                |                |                       |                   |                         |                |
| <b>Fixed assets</b>  |                |                |                       |                   |                         |                |
| Intangible assets  | 127,306        | 897,800        | -297,593              | -379,526          | 220,681                 | 146,490        |
| Tangible assets  | 691            | 1,727          | -736                  | 0                 | 991                     | 763            |
| Financial assets   | 378            | 426            | 0                     | 34,000            | 34,426                  | 399            |
| <b>Total fixed assets</b>  | <b>128,375</b> | <b>899,953</b> | <b>-298,330</b>       | <b>-345,526</b>   | <b>256,097</b>          | <b>147,652</b> |
| <b>Current assets</b>  |                |                |                       |                   |                         |                |
| Accounts receivable  | 5,883          | 3,199          | 0                     | 0                 | 3,199                   | 5,200          |
| Current tax receivables  | 1,510          | 1,658          | -529                  | 0                 | 1,129                   | 4,805          |
| Other receivables  | 5,994          | 1,452          | -623                  | 582               | 1,411                   | 12,017         |
| Prepaid expenses and accrued income                                  | 14,510         | 17,108         | -1,470                | 0                 | 15,638                  | 13,979         |
| <b>Total current assets</b>  | <b>27,897</b>  | <b>23,417</b>  | <b>-2,623</b>         | <b>582</b>        | <b>21,376</b>           | <b>36,002</b>  |
| <b>Cash and cash equivalents</b>                                     | <b>8,267</b>   | <b>15,604</b>  | <b>-1,432</b>         | <b>0</b>          | <b>14,172</b>           | <b>9,407</b>   |
| <b>Total assets</b>  | <b>164,539</b> | <b>938,974</b> | <b>-302,384</b>       | <b>-344,944</b>   | <b>291,646</b>          | <b>193,061</b> |
| <b>EQUITY AND LIABILITIES</b>  |                |                |                       |                   |                         |                |
| <b>Equity</b>  |                |                |                       |                   |                         |                |
| Equity attributable to shareholders                                  | 58,955         | 93,461         | -7,612                | 20,474            | 106,323                 | 80,892         |
| Non-controlling interests  | 4,687          | 0              | 0                     | 0                 | 0                       | 0              |
| <b>Total Equity</b>  | <b>63,642</b>  | <b>93,461</b>  | <b>-7,612</b>         | <b>20,474</b>     | <b>106,323</b>          | <b>80,892</b>  |
| <b>Provisions</b>  |                |                |                       |                   |                         |                |
| Additional purchase price  | 0              | 693,842        | -237,742              | -400,000          | 56,100                  | 0              |
| Deferred tax liabilities   | 1,857          | 0              | 0                     | 0                 | 0                       | 1,574          |
| <b>Total Provisions</b>  | <b>1,857</b>   | <b>693,842</b> | <b>-237,742</b>       | <b>-400,000</b>   | <b>56,100</b>           | <b>1,574</b>   |
| <b>Long-term liabilities</b>   |                |                |                       |                   |                         |                |
| Liabilities to credit institutions                                   | 6,159          | 11,946         | 0                     | 0                 | 11,946                  | 7,212          |
| <b>Total long-term liabilities</b>                                   | <b>6,159</b>   | <b>11,946</b>  | <b>-34,000</b>        | <b>34,000</b>     | <b>11,946</b>           | <b>7,212</b>   |
| <b>Short-term liabilities</b>  |                |                |                       |                   |                         |                |
| Liabilities to credit institutions                                   | 12,691         | 22,237         | 0                     | 0                 | 22,237                  | 13,168         |
| Overdraft facilities   | 8,963          | 9,077          | 0                     | 0                 | 9,077                   | 8,798          |
| Other financial liabilities  | 15,430         | 20,000         | 0                     | 0                 | 20,000                  | 12,474         |
| Accounts payable   | 4,105          | 7,267          | -3,237                | 107               | 4,137                   | 6,009          |
| Current tax liabilities  | 0              | 22             | 0                     | 0                 | 22                      | 43             |
| Other current liabilities  | 17,369         | 21,270         | -13,013               | 0                 | 8,257                   | 21,895         |
| Accrued expenses and deferred income                                 | 34,324         | 59,852         | -6,780                | 475               | 53,547                  | 40,996         |
| <b>Total short-term liabilities</b>                                  | <b>92,881</b>  | <b>139,725</b> | <b>-23,031</b>        | <b>582</b>        | <b>117,276</b>          | <b>103,383</b> |
| <b>Total equity and liabilities</b>                                  | <b>164,539</b> | <b>938,974</b> | <b>-302,384</b>       | <b>-344,944</b>   | <b>291,646</b>          | <b>193,061</b> |

# Declaration by the Board of Directors

*The Board of Directors and the CEO of Fragbite Group AB (publ) hereby certify that this interim report provides a true and fair overview of the operations, financial position and performance of the Group and Parent Company.*

Stockholm, 14 May 2025

Sten Wranne  
Chairman

Stefan Tengvall  
CEO and Board Member

Niclas Bergkvist  
Board Member

Mikael Pettersson  
Board Member

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

## Contact

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## Financial calendar

Interim report, Q2 2025: 26 August 2025  
Interim report, Q3 2025: 13 November 2025  
Year-end report 2025: 19 February 2026

The Annual General Meeting will be held in Stockholm on 3 June 2025.