

Coffee Stain

**Q4 & YEAR-END
REPORT**

FY 2025/26

Q4

FY 2025/26

COFFEE STAIN GROUP Q4 & YEAR-END REPORT

APRIL 2025-MARCH 2026

Net sales amounted to SEK 260 million

FOURTH QUARTER, JANUARY-MARCH 2026 (COMPARED TO JANUARY-MARCH 2025)

- > Net sales increased by 20% (40% organic growth in constant currencies) to SEK 260 million (216).
- > EBIT amounted to SEK -42 million (10) Items affecting comparability (IAC) amounted to SEK -42 million (-53) related to closure of mobile studio in Malmö.
- > Cash EBIT amounted to SEK 81 million (78), a Cash EBIT margin of 31% (36%)
- > Cash flow from operating activities amounted to SEK 122 million (187). Net investments in intangible assets amounted to SEK -38 million (-45). Free cash flow after working capital amounted to SEK 110 million (138).

FULL YEAR, APRIL 2025-MARCH 2026 (COMPARED TO APRIL 2024-MARCH 2025)

- > Net sales decreased by -12% (-1% organic growth in constant currencies) to SEK 961 million (1,089).
- > EBIT amounted to SEK 55 million (322). Items affecting comparability (IAC) amounted to SEK -75 million (-73).
- > Cash EBIT amounted to SEK 333 million (484), a Cash EBIT margin of 35% (44%)..
- > Cash flow from operating activities amounted to SEK 453 million (847). Net investments in intangible assets amounted to SEK -169 million (-226). Free cash flow after working capital amounted to SEK 301 million (598).
- > The Board of Directors intends to return approximately SEK 300 million shareholders up until the Annual General Meeting 2027.
 - > The Board proposes a dividend of SEK 0.68 (0.00) per share, to be paid in equal quarterly installments of SEK 0.17 per share.
 - > The Board further intends to propose that a General Meeting authorizes the Board to resolve on repurchases of the company's own shares, subject to updated legislation. Subject to such authorization being granted, the Board intends to initiate a share repurchase program of up to SEK 150 million.

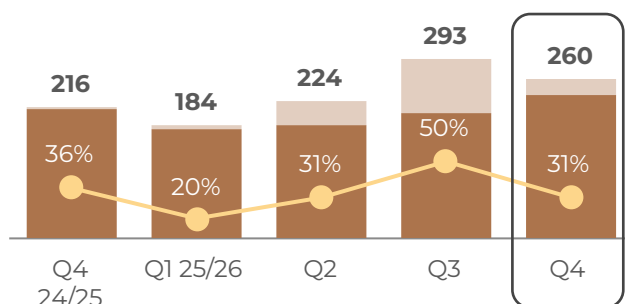
Key performance indicators* SEK m

	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Net sales	260	216	961	1,089
EBIT	-42	10	55	322
Cash EBIT	81	78	333	484
Cash EBIT, margin	31%	36%	35%	44%
Adjusted EBIT	39	80	288	544
Adjusted EBIT margin	15%	37%	30%	50%
Cash flow from operating activities	122	187	453	847
Total Headcount	243	269	243	269

Net Sales and Cash EBIT % | Quarterly*)

SEK m

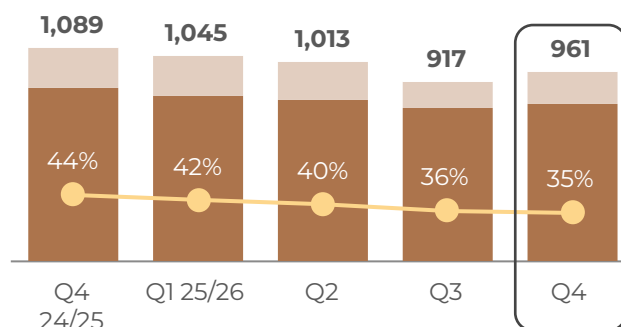
■ Net sales - Baseline
■ Net sales - Game Launch uplift
● Cash EBIT %



Net Sales and Cash EBIT % | Last twelve months

SEK m

■ Net sales - Baseline
■ Net sales - Game Launch uplift
● Cash EBIT %



CEO COMMENTS

Solid net sales performance and sharper focus ahead

Building on proven games, while staying disciplined on where we invest.

Coffee Stain's fourth quarter was supported by continued momentum in the core portfolio* and the release of *Teardown Multiplayer*. What matters most is not one quarter on its own, but the strength of the games behind it. Our strongest games have active communities, long lifecycles, and multiple ways to extend their value over time.

The full year reinforced what makes Coffee Stain work: proven games continued to generate cash, while lean and empowered teams kept building the next layer of content, updates and opportunities for the future.

The Board's intention to return approximately SEK 300 million to shareholders reflects the strength of Coffee Stain's business. It shows that we can continue to invest where we see long-term potential, while also returning capital when our financial position allows it.

We are at our best when capital, accountability and creative ownership sit close to the teams. With that in mind, we decided towards the end of the quarter to close our studio in Malmö, affecting 14 FTEs. The studio worked on mobile development projects across a several IPs. As part of this decision, we also stopped development of a project that had been in production for a long time. These were difficult decisions, *particularly for the colleagues affected*, but they give us sharper focus going forward.

Game portfolio

Satisfactory continued to benefit from the console launch, which expanded the game's audience and strengthened its position as a long-term franchise, and generally the game performs stronger on a year over year basis.

Within *Deep Rock Galactic*, the planned early access release of *Deep Rock Galactic: Rogue Core in May 2026* is a good example of how we can extend a proven game world into something new. It builds on the same universe and cooperative foundation as the original game, but introduces a more run-based structure.

At the time of the transfer on 30 November 2025, the multiplayer game *Fellowship* had shown early commercial traction in early access. Since then, financial performance has not developed in line with expectations and the level of investment required. We are now in active discussions with the developer to find a more sustainable way forward, reducing development risk while preserving the opportunity we still see in the game.

Looking ahead

We enter the new financial year with a clearer focus and a strong base to build from. Our games continue to make an impact, and our teams continue to find ways to support and extend them.

We will stay lean, creative and close to our players. That is an important part of who we are as a company. Combined with clear capital allocation and disciplined investment, it gives us a strong foundation for the years ahead.

Anton Westbergh
Co-founder and CEO

* *Satisfactory, Goat Simulator, Deep Rock Galactic, Welcome to Bloxburg, Teardown and Valheim*

FINANCIAL PERFORMANCE

FOURTH QUARTER

SUMMARY

The quarter was characterized by strong net sales of SEK 260 million (216) supported by seasonal sales activity and continued performance in *Satisfactory with a* limited contribution from new releases.

Cash EBIT amounted to SEK 81 million, corresponding to a margin of 31%. Compared with Q3 2025/26, Cash EBIT decreased by SEK 65 million. The decrease was driven by SEK -33 million lower net sales and SEK -32 million higher costs. Net sales in Q3 benefited from the release of *Satisfactory Console*, while the higher cost level in Q4 was mainly driven by a full quarter of *Fellowship* development costs and year-end studio bonus accruals.

EBIT includes Items affecting comparability (IAC) of SEK -42 million related to the closure of the mobile development studio in Malmö, of which SEK -31 million relates to impairment of ongoing game and SEK -11 million to restructuring provision.

Free Cash flow after working capital amounted to SEK 110 million, supported by reversal of the negative working capital effect seen in Q3 2025/26.

The financial position remains strong, with cash and cash equivalents of SEK 620 million.

NET SALES

Net sales for the quarter amounted to SEK 260 million (216), an increase of 20% (40% organic in constant currencies).

Growth was primarily driven by *Satisfactory* and seasonal sales in March. Game launch-uplift effect amounted to SEK 26 million (5), mainly driven by *Teardown Multiplayer* on PC.

Exchange rate movements had a negative impact compared to the prior year as the USD/SEK -14.5% lower than in the comparison period.

Revenue from Other Platforms (Roblox and mobile) amounted to SEK 43 million (54).

EBIT AND CASH EBIT

EBIT amounted to SEK -42 million (10). The decrease compared to the previous year reflects higher operating costs combined with a lower share of development being capitalized. This was partly offset by higher net sales.

- > Other external expenses SEK -58 million (-23), driven by increased use of third-party development support.
- > Work performed by the company for its own use and capitalized costs, SEK 26 million (43).
- > Personnel expenses amounted to SEK -74 million (-49) including restructuring costs of SEK 7 million. The increase compared to the previous year was driven by a positive one-off effect of SEK 30 million in the comparison period related to personnel cost related to acquisitions.
- > Depreciation, amortization and impairment amounted to SEK -156 million (-149). Operational depreciation and amortization increased to SEK -86 million (-49), where *Fellowship* accounted for SEK -45 million.

Cash EBIT amounted to SEK 81 million (78), corresponding to a margin of 31% (36%).

NET PROFIT/LOSS FOR THE PERIOD

Net profit for the quarter amounted to SEK -35 million (-17).

Tax for the quarter amounted to SEK 7 million (-5) of which current income tax amounted to SEK 15 million (-12) and deferred tax amounted to SEK -8 million (7).

CASH FLOW AND FINANCIAL POSITION

Cash flow from operating activities before working capital amounted to SEK 91 million (103). The decrease compared to previous year driven by increased cost base and lower share of these cost being capitalized.

Free cash flow after working capital amounted to SEK 110 million (138) where changes in working capital amounted to SEK 54 (excluding IAC of SEK -23 million) (84). The positive movement mainly reflects reversal of payment phasing from the previous quarter. The comparison period benefited from game-launch uplift payment timing in platform deal for *Goat Simulator* and the release of *Satisfactory 1.0*.

Cash flow from financing activities amounted to SEK -6 million (-97), where the comparison period included transactions with Embracer Group.

As of March 31, 2026, Cash and cash equivalents amounted to SEK 620 million (472).

FULL YEAR DEVELOPMENT

Net sales amounted to SEK 961 million (1,089), corresponding to a decline of -12% (-1% organic in constant currencies). The year-over year decrease in net sales was mainly driven by a weaker USD/SEK rate and lower contribution from Other platforms (Roblox and Mobile) SEK 162 million (216).

EBIT amounted to SEK 55 million (322). The decrease compared to the previous year was driven by lower net sales, higher other external cost and a lower share of development cost being capitalized reflecting a more prudent capitalization approach.

Acquisition-related amortizations amounted to SEK -156 million (-168).

Cash EBIT amounted to SEK 333 million (484), corresponding to a Cash EBIT margin of 35% (44%). The year-on-year decrease mainly reflects lower reported net sales of SEK -128 million, of which approximately SEK -117 million related to FX effects. Cash EBIT was also affected by a higher cost base, primarily driven by increased third-party development support.

Free cash flow after working capital amounted to SEK 301 million (598). The decrease was mainly due to lower cash EBIT, working capital movement SEK -12 million (112) and higher tax paid of SEK -21 million (-4).

OTHER FINANCIAL INFORMATION

SIGNIFICANT EVENTS DURING THE QUARTER

- > On 11 March Coffee Stain Group announced that the new members of the Nomination Committee for Coffee Stain Group have been appointed in accordance with the principles for appointment of the Nomination Committee. The following members were appointed:
 - > Per Fredriksson, appointed by Lars Wingefors AB, is the Chair of the committee
 - > Daniel Kristiansson, appointed by Alecta
 - > Andreas Wollheim, appointed by SEB Asset Management
 - > Monica Åsmyr, appointed by Swedbank Robur

MATERIAL EVENTS AFTER THE QUARTER

- > No material events have occurred after the end of the reporting period.

RISKS AND UNCERTAINTY FACTORS

Coffee Stain Group is exposed to risks, particularly the dependence on key persons for the success of game development, the sales performance of launched games, dependence on a few distributors and the success and performance of acquisitions. The complete risk analysis is found in the company's most recent Combined Financial Statements for the period 31 March 2025 (published at coffeestain.com). Additional significant risks and assumptions are described in [Note 2](#) in this report.

DIVIDEND PROPOSAL

The Board of Directors intends to return approximately SEK 300 million shareholders up until the Annual General Meeting 2027.

- > The Board of Directors proposes a cash dividend of SEK 0.68 (0.00) per share, to be paid in equal quarterly installments of SEK 0.17 per share. The decision is subject to approval by the Annual General Meeting on 24 September 2026. If approved, the dividend will be paid through Euroclear Sweden AB. Proposed record dates will be presented in the notice to the Annual General Meeting.
- > The Board further intends to propose that a General Meeting authorizes the Board to resolve on repurchases of the company's own shares, subject to updated legislation. Subject to such authorization being granted, the Board intends to initiate a share repurchase program of up to SEK 150 million.

FINANCIAL CALENDAR

Annual Report, 2025/26	June 8, 2026
Interim Report Q1, April - June 2026	August 5, 2026
Annual General Meeting	September 24, 2026
Interim Report Q2, July - September 2026	November 5, 2026
Interim Report Q3, October - December 2026	February 4, 2027

FOR MORE INFORMATION

Find more information about the Company at its website: coffeestain.com

For further information, please contact:
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SIGNATURES AND ASSURANCE

The Board of Directors and Chief Executive Officer offer their assurance that this full year report and interim report for the fourth quarter gives a true and fair view of the Group's and parent company's operations, financial position and results of operations and describes the significant risks and uncertainties facing the Group and the parent company.

Karlstad, Sweden, May 12, 2026

Jacob Jonmyren
Chair of the Board

Lars Wingefors
Board member

Kicki Wallje-Lund
Board member

Sara Börsvik
Board member

Henrik Tjärnström
Board member

Anton Westbergh
CEO and Board member

This information is information that Coffee Stain Group AB (publ) is obliged to make public pursuant to the EU Market Abuse Regulation 596/2014. The information was submitted for publication, through the agency of the contact persons set out above, at 2026-05-12, 08:00 CEST. The persons above may also be contacted for further information.

This report contains forward-looking statements that reflect the Board of Directors' and management's current views with respect to certain future events and potential financial performance. Forward-looking statements are subject to risks and uncertainties. Results could differ materially from forward-looking statements as a result of, among other factors, (i) changes in economic, market and competitive conditions, (ii) success of business initiatives, (iii) changes in the regulatory environment and other government actions, (iv) fluctuations in exchange rates and (v) business risk management.

This report is based solely on the circumstances at the date of publication and except to the extent required under applicable law or applicable marketplace regulations, Coffee Stain Group AB is under no obligation to update the information, opinions or forward-looking statements in this report.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Amounts in SEK m	Note	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- mar 2026	Apr 2024- Mar 2025
Net sales	3	260	216	961	1,089
Other operating income		0	-1	2	6
Total operating income		260	215	963	1,095
Work performed by the company for its own use and capitalized		26	43	120	146
Goods for resale		-37	-30	-115	-117
Other external expenses		-58	-23	-233	-121
Personnel expenses		-74	-49	-248	-255
Depreciation, amortization and impairment		-156	-149	-422	-431
Other operating expenses		-4	-3	-13	-4
Share of profit of an associate		1	6	3	9
Operating profit/loss (EBIT)		-42	10	55	322
Net financial items		0	-22	-47	-59
Profit/loss before tax		-42	-12	8	264
Income tax		7	-5	5	-72
Net profit/loss for the period		-35	-17	13	192
<i>Net profit/loss for the period attributable to:</i>					
Equity holders of the parent		-35	-17	11	191
Non-controlling interests		0	0	2	1
Earnings per share					
Basic earnings per share* (SEK)		-0.16	-0.08	0.05	0.86

*) There were no outstanding instruments with potential dilutive effect during the period; therefore, diluted earnings per share equal basic earnings per share.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amounts in SEK m	Note	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- mar 2026	Apr 2024- Mar 2025
Net profit/loss for the period		-35	-17	13	192
Other comprehensive income					
<i>Items that may be reclassified to profit or loss (net of tax):</i>					
Exchange differences on translation of foreign operations		16	-76	-1	-92
Reclassification of translation differences to profit or loss		0	—	0	—
Total other comprehensive income for the period, net of tax		16	-76	-1	-92
Total comprehensive income for the period, net of tax		-19	-93	12	100
<i>Total comprehensive income attributable to:</i>					
Equity holders of the parent		-18	-92	12	99
Non-controlling interests		-1	-1	0	1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in SEK m	Note	Mar 31, 2026	Mar 31, 2025
ASSETS			
Non-current assets			
Goodwill		2,028	2,019
Intangible assets		852	918
Property, plant and equipment		12	17
Right-of-use assets		20	24
Investments in associates		247	243
Non-current financial assets		6	14
Deferred tax assets		9	4
Total non-current assets		3,173	3,239
Current assets			
Trade receivables		149	188
Current tax assets		23	54
Other receivables		28	42
Prepaid expenses		11	9
Cash and cash equivalents		620	472
Total current assets		832	766
TOTAL ASSETS		4,005	4,005

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in SEK m	Note	Mar 31, 2026	Mar 31, 2025
EQUITY AND LIABILITIES			
Equity			
Share capital		1	0
Reserves		99	100
Retained earnings, including net profit/loss		3,525	1,347
Total equity attributable to equity holders of the parent		3,625	1,447
Non-controlling interests		19	9
Total equity		3,644	1,456
Non-current liabilities			
Liabilities to owners		—	1,631
Lease liabilities		6	10
Provisions		0	0
Contingent considerations		20	53
Non-current liabilities to employees related to historical acquisitions		5	9
Deferred tax liabilities		150	195
Total non-current liabilities		181	1,898
Current liabilities			
Trade payables		33	59
Lease liabilities		16	14
Contract liabilities		0	7
Contingent considerations		11	—
Tax liabilities		0	0
Current liabilities to employees related to historical acquisitions		3	—
Liabilities to owners		—	425
Other current liabilities		13	6
Accrued expenses and prepaid income		104	141
Total current liabilities		180	651
TOTAL EQUITY AND LIABILITIES		4,005	4,005

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Amounts in SEK m	Equity attributable to equity holders of the parent					
	Share capital	Reserves ¹⁾	Retained earnings including profit for the period	Total equity attributable to equity holders of the parent	Non-controlling interests	Total equity
Opening balance 2024-04-01	0	192	1,464	1,655	8	1,663
Net profit/loss	—	—	192	192	1	192
Other comprehensive income	—	-92	—	-92	—	-92
Total comprehensive income for the period	—	-92	192	100	1	100
<i>Transactions with the owners</i>						
Group contribution	—	—	-399	-399	—	-399
Tax effect on group contribution	—	—	82	82	—	82
Other*	—	—	8	8	—	8
Total	—	—	-309	-309	—	-309
Closing balance 2025-03-31	0	100	1,347	1,447	9	1,456
Opening balance 2025-04-01	0	100	1,347	1,447	9	1,456
Net profit/loss	—	—	11	11	2	13
Other comprehensive income	—	-1	—	-1	—	-1
Total comprehensive income for the period	—	-1	11	11	2	12
<i>Transactions with the owners</i>						
New share issue	1	—	—	1	—	1
Shareholder contribution	—	—	2,379	2,379	—	2,379
Change in minority interest	—	—	—	—	9	9
Other*	—	—	-212	-212	—	-212
Total	1	—	2,167	2,167	9	2,176
Closing balance 2026-03-31	1	99	3,525	3,625	19	3,644

¹⁾ Includes currency translation difference.

* Other includes the movements in equity related to the combined financial statements.

CONSOLIDATED CASH FLOW STATEMENT

Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- mar 2026	Apr 2024- Mar 2025
Operating activities				
Profit/loss before tax	-42	-12	8	264
Adjustment for differences between profit before tax and net cash flow	159	138	471	475
Tax paid	-26	-23	-21	-4
Cash flow from operating activities before changes in working capital	91	103	458	735
Cash flow from changes in working capital				
Change in operating receivables	15	45	45	88
Change in operating liabilities	16	39	-50	24
Cash flow from operating activities	122	187	453	847
Investing activities				
Acquisition of property, plant and equipment	-1	0	-1	-6
Acquisition of intangible assets	-38	-45	-169	-226
Acquisition of financial assets	—	—	0	2
Interest received	2	2	5	2
Cash flow from investing activities	-37	-43	-165	-228
Financing activities				
Transactions with owners*	—	-91	-119	-439
Payment of lease liabilities	-5	-4	-20	-17
Interest paid	-1	-2	-2	-2
Cash flow from financing activities	-6	-97	-141	-458
Total cash flow	79	47	147	161
Cash and cash equivalents at the beginning of period	540	422	472	312
Exchange-rate differences in cash and cash equivalents	1	2	1	-2
Cash and cash equivalents at the end of period	620	472	620	472

*) Net of shareholder contribution and payment of liabilities.

NOTES

NOTE 1 MATERIAL ACCOUNTING POLICIES

This year-end report comprises of the Swedish parent company Coffee Stain Group AB (publ) ("Coffee Stain"), with corporate registration number 559280-0014, and its subsidiaries. The Group conducts management and development of intellectual property rights, publishing, development of computer games, video games, and mobile games. The parent company is a limited liability company with its registered office in Karlstad, Sweden. The address of the head office is Tullhusgatan 1B, 652 09 Karlstad, Sweden.

The Group's interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and applicable parts of the Swedish Annual Accounts Act (1995:1554).

The Group has applied the same accounting policies, basis of calculation and assumptions as those applied in

the combined financial statements of Coffee Stain Group AB as of and for the financial years ending March 31, 2025 and 2024. For a complete description of the Group's material accounting policies, see the notes of the combined financial statements for the financial years ending March 31, 2025 and 2024.

Disclosures in accordance with IAS 34.16A appear in addition to the financial statements and its related notes in the interim information.

All amounts are presented in million Swedish kronor ("SEK m"), unless otherwise indicated. Rounding differences may occur.

NOTE 2 SIGNIFICANT ESTIMATES AND ASSUMPTIONS

When preparing the financial statements, management and the Board of Directors must make certain assessments and assumptions that impact the carrying amount of asset and liability items and revenue and expense items, as well as other provided information.

Actual outcome may differ from the estimates if the estimates or circumstances change. The significant

estimates and assumptions correspond to the ones described in the combined financial statements of Coffee Stain Group AB as of and for the financial years ending March 31, 2025 and 2024.

NOTE 3 REVENUE FROM CONTRACTS WITH CUSTOMERS

Revenue from contracts with customers	Jan-Mar 2026	Jan-Mar 2025	Apr 2025-Mar 2026	Apr 2024-Mar 2025
Type of products				
PC/Console	216	162	799	873
Other platforms	43	54	162	216
Total	260	216	961	1,089

"PC/Console" comprises sales from titles distributed through platforms such as Steam, Sony and Microsoft.

"Other platforms" includes revenue generated through platforms with differing revenue models and user dynamics, such as Roblox and Mobile platforms.

PARENT COMPANY'S INCOME STATEMENT

Amounts in SEK m	Note	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Net sales		6	1	9	3
Other operating income		0	—	0	—
Other external expenses		-2	-1	-39	-3
Personnel expenses		-6	—	-12	—
Depreciation and amortization of property, plant and equipment and intangible assets		0	—	0	—
Other operating expenses		0	—	0	0
Operating profit/loss		-2	0	-41	0
Net financial items		1	-13	12	41
Profit/loss after financial items		-1	-13	-29	41
Appropriations		209	0	209	0
Profit/loss before tax		208	-13	180	41
Income tax		-44	—	-31	—
Net profit/loss for the period	P1	164	-13	149	41

PARENT COMPANY'S BALANCE SHEET

Amounts in SEK m	Mar 31, 2026	Mar 31, 2025
ASSETS		
Non-current assets		
Tangible assets	0	—
Shares in group companies	2,363	1,843
Receivables from group companies	54	54
Deferred tax assets	—	—
Total financial assets	2,417	1,897
Total non-current assets	2,417	1,897
Current assets		
Receivables from group companies	215	0
Other receivables	1	0
Prepaid expenses and accrued income	2	—
Total current receivables	218	0
Cash and cash equivalents	592	0
Total current assets	809	0
TOTAL ASSETS	3,228	1,897
EQUITY AND LIABILITIES		
Restricted equity	1	0
Unrestricted equity	2,787	260
Total equity	2,788	260
Provisions	22	—
Long-term liabilities		
Liabilities to group companies	—	1,614
Total long-term liabilities	—	1,614
Current liabilities		
Trade payables	1	—
Liabilities to group companies	380	24
Tax liabilities	31	—
Other current liabilities	1	—
Accrued expenses and prepaid income	6	0
Total current liabilities	419	24
TOTAL EQUITY AND LIABILITIES	3,228	1,897

NOTE P1 THE PARENT COMPANY'S ACCOUNTING POLICIES

The Q4 interim- and year-end report for the parent company has been prepared in accordance with Chapter 9 of the Swedish Annual Accounts Act (1995:1554), Interim reports, and the recommendation issued by The Swedish Corporate Reporting Board RFR 2 Accounting for legal entities.

The parent company applies the same accounting policies as the Group with the certain exceptions and additions specified in RFR 2 as listed below. Unless otherwise indicated, the accounting policies stated below for the parent company have been applied consistently to all periods presented in the parent company's financial statements.

The parent company has previously applied the Swedish Annual Accounts Act (1995:1554) and the general guideline BFNAR 2012:1 (K3) published by The Swedish Accounting Standards Board. As a consequence of the Group's transition to IFRS, the parent company applies the Swedish Annual Accounts Act and RFR 2. The date of transition to RFR 2 is April 1, 2023. The transition to RFR 2 has not had any quantitative effects on the parent company's income statement or balance sheet.

Parent company's accounting policies

Income from investments in subsidiaries

Dividends are recognized when the right to receive payment is considered certain. Revenue from divestment of subsidiaries is recognized when control of the subsidiary has been transferred to the acquirer.

Group contributions and shareholder contributions

The parent company recognizes both received and paid group contributions as appropriations in the income statement in accordance with the alternative method in RFR 2. Shareholder contributions paid by the parent

company are recognized as an increase of shares in subsidiaries in the parent company. Shareholder contributions received are recognized as an increase of non-restricted equity

Shares in subsidiaries

Shares in subsidiaries are recognized in the parent company in accordance with the cost method. This means that transaction costs are included in the carrying amount of the investment. If the carrying amount exceeds the value of the investment, an impairment loss is recognized in the income statement. Shares in subsidiaries are assessed for impairment at the end of each reporting period. If a previous impairment loss recognized in previous periods no longer exists, it is reversed.

Financial instruments

The parent company applies the exemption to not apply IFRS 9 Financial Instruments in the legal entity. Instead, the parent company applies, in accordance with the Swedish Annual Accounts Act, the cost method. In the parent company, non-current financial assets are thus measured at cost and current financial assets are measured at the lower of cost or net realizable value. The parent company does, however, apply the expected credit loss method (ECL) in accordance with IFRS 9 for financial assets that are debt instruments. The parent company applies the exemption to not measure financial guarantee contracts for the benefit of subsidiaries, associates and joint ventures in accordance with IFRS 9. Instead, the parent company applies the policies for measurement in IAS 37 Provisions, Contingent Liabilities and Contingent Assets.

NOTE P2 SIGNIFICANT ESTIMATES AND ASSUMPTIONS

Shares in subsidiaries

Assumptions are made about future conditions to estimate the future cash flows that determine the recoverable amount. The recoverable amount is compared with the carrying amount for shares in subsidiaries and forms the basis for any impairments or reversals. The assumptions that primarily affect the recoverable amount are future earnings development and discount rate. If future external factors and conditions change, assumptions made may be affected

leading to a change in carrying value of the shares in subsidiaries. The assumptions used when calculating the value for the shares in subsidiaries correspond in all material aspects to the assumptions used in the impairment test for goodwill as described in the combined financial statements of Coffee Stain Group AB for the financial years ending March 31, 2025 and 2024.

DEFINITIONS OF KEY PERFORMANCE INDICATORS(KPIs)

The Board and management of Coffee Stain believes that it is important to separate the operational performance of the business from the acquisition part. Certain KPI's are used to provide internal and external stakeholders the best picture of the underlying operational performance of the business, by the measurement of performance excluding specific items related to historical acquisitions and items affecting comparability. The individual KPIs, definitions and purpose are described more in detail below.

Name	Definition
Adjusted Earnings per share	Net profit for the period excluding specific items related to historical acquisitions, items affecting comparability net of tax and changes in fair value for contingent consideration net of tax, divided by the average number of shares in the period. Net taxes are calculated using the effective tax rate.
Adjusted EBIT	EBIT excluding specific items related to historical acquisitions and items affecting comparability.
Adjusted EBIT margin %	Adjusted EBIT as a percentage of net sales.
Average number of shares	Weighted average number of shares that are outstanding during the period.
Cash EBIT	Adjusted EBIT excluding operational depreciation and amortization expenses, less investments in intangible and tangible assets and payments of lease liabilities.
Cash EBIT Margin %	Cash EBIT as percentage of net sales.
EBIT	EBIT equals Operating profit in the Consolidated statement of profit or loss
EBIT margin %	EBIT as a percentage of net sales.
Free cash flow after working capital	Cash EBIT less tax paid, other cash flow items, changes in working capital and cash effect from items affecting comparability.
Free cash flow before working capital	Cash EBIT less tax paid, other cash flow items and cash effect from items affecting comparability.
Headcount	Number of internal employees in the Group at the end of the reporting period.
Items affecting comparability	Transactions that are not related to recurring business operations, but affecting the financial outcome in a material way, and where the probability of reoccurrence over the coming year is limited.
Net investment in acquired companies	Acquisition of subsidiaries, net of cash acquired plus cash impact from specific items related to historical acquisitions, plus acquisition of IPs through asset deal structures.
Net sales growth	Net sales for the current period compared to the same period previous year.
Net sales split - Game launches and Baseline	
Baseline	Recurring net sales from the existing game portfolio and back catalogue.
Game Launches	Temporary net sales impact from releases, updates, or deals (≤60 days).
Organic growth	Growth between periods where net sales from companies acquired/divested in the last five quarters have been excluded. The comparison period is adjusted for differences in exchange rates.
Specific items related to historical acquisitions	Specific income/expenses related to historical acquisitions consist of personnel cost related to acquisitions (In connection with certain business combinations, contingent consideration agreements that are not classified as part of the consideration transferred, as there is a requirement for continued employment to receive the amount. Accordingly, the amount is classified as consideration for future services), amortization of surplus values of acquired intangible assets (e.g. IP-rights, publishing rights, brand name), transaction costs (Costs for legal- financial- tax- and commercial due diligence for completed transactions.), remeasurement of participation in associated companies and remeasurement of contingent consideration.

SELECTED KEY PERFORMANCE INDICATORS

ADJUSTED EBIT - DERIVATION Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
EBIT	-42	10	55	322
Non operational amortization- Acquisition related	39	48	156	168
Items affecting comparability ¹⁾	42	53	75	73
Personnel costs related to acquisitions	0	-30	2	-18
Adjusted EBIT	39	80	288	544

¹⁾ See next page for further explanation on items affecting comparability

CASH EBIT - DERIVATION Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Adjusted EBIT	39	80	288	544
Operational D&A	86	49	235	192
Investment in intangible and tangible assets	-39	-46	-170	-234
Payment of lease liabilities	-5	-4	-20	-17
Cash EBIT	81	78	333	484

FREE CASH FLOW - DERIVATION Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Cash EBIT	81	78	333	484
Cash taxes paid	-26	-23	-21	-4
Other cash flow items	1	-1	1	6
Free cash flow before working capital	56	54	313	486
Changes in working capital ¹⁾	54	84	-12	112
Free cash flow after working capital	110	138	301	598
¹⁾ excluding IAC effect	23		-8	

ADJUSTED EARNINGS PER SHARE - DERIVATION Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Net profit for the period attributable to equity holders of the parent	-35	-17	11	191
Adjustments				
Personnel costs related to acquisitions	0	-30	1	-18
Amortization of surplus values of acquired intangible assets	39	48	156	168
Change in fair value contingent consideration	-4	-15	-3	-13
Items affecting comparability	42	53	75	73
Adjustments pre tax	77	56	230	210
Tax effects on adjustments	-16	-12	-47	-43
Adjustments post tax	61	44	183	167
Adjusted net profit for the period	26	28	194	358
Average number of shares , million	223	223	223	223
Adjusted Earnings per share , SEK	0.12	0.12	0.87	1.60

ORGANIC GROWTH - DERIVATION Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Change	Apr 2025- Mar 2026	Apr 2024- Mar 2025	Change
Net sales	260	216	20%	961	1,089	-12%
Difference in exchange rate	—	-30		—	-117	
Organic growth	260	186	40%	961	972	-1%

ITEMS AFFECTING COMPARABILITY, IAC Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Impairment intangible assets	-31	-53	-31	-73
Costs related to the listing project	—	—	-33	—
Provision for restructuring	-11	—	-11	—
Total	-42	-53	-75	-73

DEPRECIATION, AMORTIZATION AND IMPAIRMENT Amounts in SEK m	Jan-Mar 2026	Jan-Mar 2025	Apr 2025- Mar 2026	Apr 2024- Mar 2025
Operational depreciation and amortization expenses	86	49	235	192
Acquisition related amortizations	39	48	156	168
Items affecting comparability	31	53	31	73
Total	156	149	422	431

Coffee Stain Group brings together Scandinavian game developers and publishers with a portfolio of community-driven games primarily for PC and console. It has a proven track record of building successful titles such as *Goat Simulator*, *Satisfactory*, *Deep Rock Galactic*, *Valheim*, *Teardown* and *Welcome to Bloxburg*. The Group consists of around 240 employees and 12 game studios including Coffee Stain, Ghost Ship and Tuxedo Labs. All united by the aspiration of "**small teams** making **big games** for **huge audiences**"