

Coffee Stain



Annual Report

FY 2025/26

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** The official annual report consists of pages 20-65*

All figures in this report are as per year-end 2025/26 unless otherwise stated

FINANCIAL CALENDAR

Interim Report Q1 April - June 2026/27	August 5 2026
Annual General Meeting	September 24 2026
Interim Report Q2 July - September 2026/27	November 5 2026
Interim Report Q3 October - December 2026/27	February 4 2027





“ **Small Teams** making **Big Games** for **Huge Audiences** ”

COFFEE STAIN GROUP IN BRIEF

PROVEN TRACK RECORD

3-year average: net sales of 1 SEK bn and 42% cash EBIT margin

GAME FINANCIALS BUILT FOR THE LONG-TERM

Resilient revenue baseline with upside from new launches.

Core portfolio drives 90% of sales, with titles averaging 8 years since release and still proving exceptional longevity.

SMALL TEAMS, BIG GAMES

Low overhead through small, autonomous teams. Teams scale only when proven success.

25/26

SEK **1bn**

Net sales

35%

Cash EBIT margin

240

FTEs

CORE GAME PORTFOLIO



The core game portfolio currently consists of six games. Covering a wide range of genres, from sandbox simulation to cooperative action.

With several announced upcoming releases across the portfolio, Coffee Stain shows a strong commitment for these IPs in the future. Titles in the core portfolio have all achieved significant success, complemented by a broader selection of other titles that expand the Group's reach and diversify its offering.

COMMENTS FROM THE CEO

A year that confirmed the model

FY 2025/26 was a year of change for Coffee Stain — and a year that confirmed what makes our group work.

We became an independent listed company, which was an important step for the group. It gave us the visibility, flexibility and accountability of a public company while preserving the thing that matters most — our ability to back creative teams and give them room to build small teams, strong creative ownership, and games that players return to over many years. That has not changed.

The core portfolio continued to deliver. Satisfactory was the clearest example: seven years after early access and five years after its Steam launch, the game had its strongest year since FY 2020/21. The console release in Q3 opened the game to a wider audience and demonstrated, again, that a well-built game can find new players long after its initial release.

We enter the new financial year with a strong foundation: proven games, active communities, and development teams that think in years, not quarters. The pipeline ahead — including Valheim's 1.0, PS5 and Switch 2 launches— reflects the same patient, craft-first approach that has defined the group.

We have a strong financial position and the flexibility to act when the right opportunities arise. The past few years have been difficult for the games industry broadly — layoffs, uncertainty, and a sharp reminder that backing the wrong projects is costly. That environment has reinforced what we already believed: that discipline and selectivity are advantages. We are picky by design. Our track record reflects that, and we intend to keep it that way.

In game development, progress rarely comes from one moment. It comes from staying consistent, trusting the work, and continuing to build over time. That is what our studios do, and it is what gives us confidence in the years ahead.



Anton Westbergh,
Co-founder and CEO

Highlights of the year

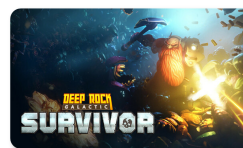
Q1

Spin-off and listing plan announced



Q2

Deep Rock Galactic: Survivor reached 1.0



Q3

First day of trading
Listed company and Satisfactory Console release



Q4

Teardown Multiplayer released



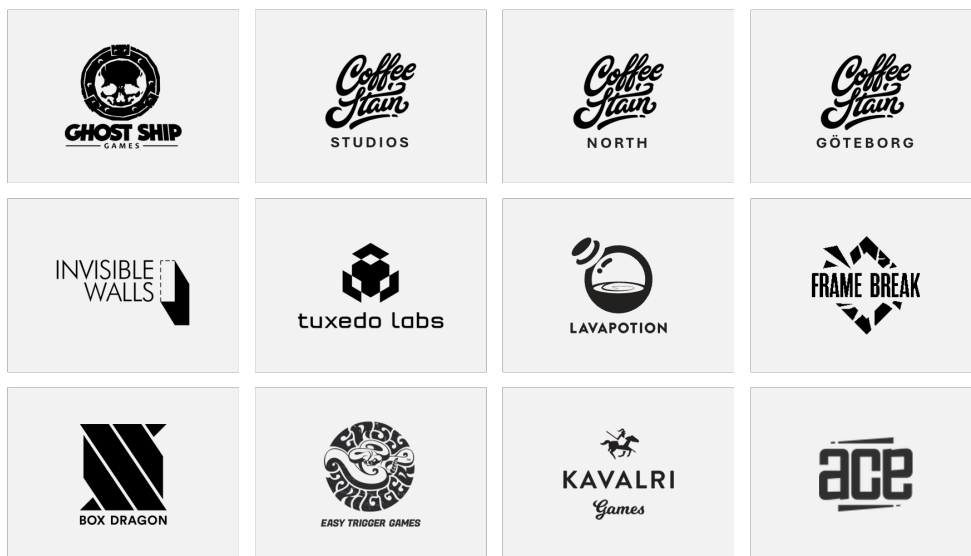
COFFEE STAIN'S OPERATIONS



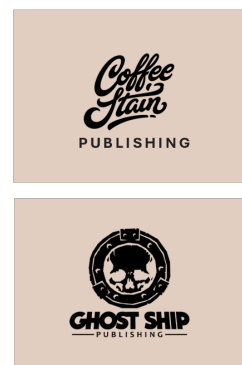
Coffee Stain consists of 12 studios based across Scandinavia that operate under a decentralized model with lean teams of approximately 5-30 team members.

The structure creates a capital-efficient ecosystem of autonomous studios that hold full accountability for development and continuous content updates, while the small central organization provides strategic and publishing support. As a group driven by ideas, we regard our people as our most valuable assets. Attracting best-in-class talent and empowering teams to take full creative responsibility are key to sustaining long-term success.

Studios



Publishing



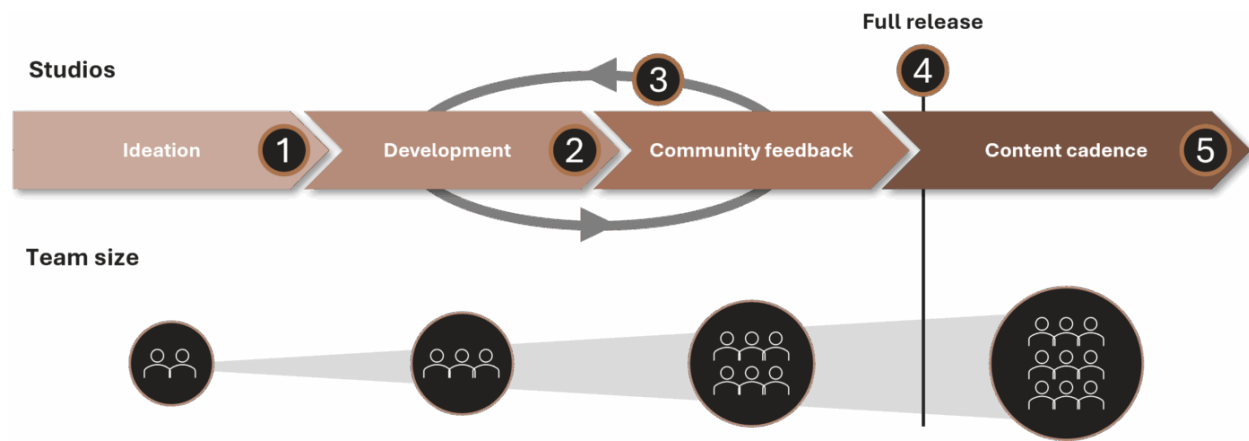
Coffee Stain develops and publishes a diversified portfolio of games across PC, Console and Mobile platforms, combining internal development with a selective partnership strategy. Its philosophy prioritizes gameplay quality and long-term community engagement, supported by early access, user-generated content and continuous updates. This approach has enabled the creation of enduring IPs, including six genre-leading titles with deeply engaged player communities.

HOW COFFEE STAIN DEVELOPS GAMES WITH A LONG-TERM VIEW

Coffee Stain operates under a decentralized model, where agile teams in smaller studios are fully accountable for design, development and continuous updates, further supported by Coffee Stain's strategic guidance and publishing capabilities. This structure is reinforced by a "gameplay first" philosophy, which prioritizes content, quality and depth to deliver long-lasting novelty-driven and system-driven player experiences.

The development of games is conducted through an iterative process where lean teams in independent studios drive ideas with accountability for quality, delivery and profitability. The Group supports with strategy, knowledge sharing and publishing, while community feedback is integrated throughout development. This structure ensures that games are continuously refined, supported with updates and sustained over time.

Development to publishing phases for Coffee Stain and studios:



1. Studios are entrusted to pursue creative ideas
2. Each studio develops its games independently
3. Games are iteratively refined based on feedback from communities
4. Games are released, with support from Coffee Stain
5. Studios remain responsible for post-launch updates, downloadable content (DLC) as well as overall game profitability

ENGAGED COMMUNITIES



Coffee Stain places strong emphasis on engaged player communities. Community feedback is integrated into the development process, often through early gameplay access, and helps shape game design over time. This close dialogue supports stronger player engagement, longer game lifecycles and better alignment with community expectations.

The same philosophy supports Coffee Stain's marketing approach, where early access, social platforms, player communities and modding help drive organic reach and word-of-mouth adoption while limiting the need for large upfront marketing spend.

ROADMAP AHEAD

Coffee Stain's roadmap is built around three main avenues: expanding core IPs, building new IPs, and exploring selected partnerships and M&A.

The priority is to keep investing behind the games where we already see strong communities, long lifecycles and clear return potential. In FY 2025/26, the core portfolio generated approximately 90% of net sales and accounted for approximately 80% of operating costs. This reflects a model where proven games continue to fund new content, updates and selected future opportunities.

Expanding core IPs

The main focus is to continue building on the six core titles. This includes new content, updates and selected platform adaptations that help keep player engagement high and bring the games to new audiences over time.

Building new IPs

Use small teams and selective investments to test new ideas, with the ability to scale when traction is proven.

Targeted partnerships and M&A

Explore selected partnerships and M&A opportunities with handpicked studios and established partners where there is a clear strategic fit and long-term potential.

CORPORATE GOVERNANCE

Coffee Stain Group is a Swedish public limited liability company. The Company's corporate governance is based on Swedish law, the Articles of Association, Nasdaq First North Premier Growth Market's Rule Book, the Swedish Corporate Governance Code (the "Code") and internal governance documents. Following the listing on Nasdaq First North Premier, the Company applies the Code.

Corporate governance sets the framework for how Coffee Stain Group is directed and controlled. It supports responsible decision-making, reliable financial reporting, internal control and sound business conduct.

Coffee Stain operates through a decentralized model, with creative ownership and operational responsibility close to the studios. The parent company sets the Group-wide governance framework, including requirements for financial reporting, risk management, internal control, disclosure and business ethics.

The framework includes the Articles of Association, the Board's rules of procedure, instructions for the CEO, instructions for financial reporting, adopted Group policies and internal instructions. The adopted Group policies include the Code of Conduct, Trade Compliance Policy, Insider Policy and Information Policy. Internal instructions and guidelines also support areas such as accounting, risk management and internal control, privacy and whistleblowing.

GENERAL MEETINGS

Pursuant to the Swedish Companies Act (2005:551), the general meeting is the Company's highest decision-making body. At the general meeting, shareholders exercise their voting rights on matters such as adoption of the income statement and balance sheet, appropriation of the Company's earnings, discharge from liability for Board members and the CEO, election of Board members and auditors, and remuneration to Board members and auditors.

Notices to general meetings are issued in accordance with the Swedish Companies Act and the Company's Articles of Association. Notices are published in the Swedish Official Gazette and made available on the Company's website. An announcement that the notice has been issued is published in Svenska Dagbladet.

Right to attend general meetings

All shareholders who are directly registered in the share register maintained by Euroclear five business days before the general meeting and have notified the Company of their intention to participate in the general meeting not later than the date stated in the notice convening the general meeting have the right to attend the general meeting and vote for the number of shares they hold. Shareholders can normally register for general meetings in a number of different ways, as stated in the convening notice for the meeting.

Shareholder initiatives

Shareholders who wish to have a matter brought before the general meeting must submit a written request to the Board of Directors. Such a request must normally be received by the Board of Directors not later than seven weeks prior to the general meeting.

NOMINATION COMMITTEE

The Code requires the Company to have a Nomination Committee. The extraordinary general meeting held on 1 September 2025 adopted principles for the appointment of the Nomination Committee, including the tasks of the Nomination Committee. The principles apply until the general meeting resolves otherwise.

According to the principles, the Chair of the Board shall, no later than at the end of the third quarter of each financial year, contact the Company's four largest shareholders in terms of votes and invite them

to appoint members of the Nomination Committee. If one or more shareholders refrain from appointing a member, the next shareholder or shareholders in terms of votes shall be contacted.

The Nomination Committee's proposal for the Board and Auditor will be presented no later than in connection with the publication of the notice to the AGM.

BOARD OF DIRECTORS

The Board of Directors is the highest decision-making body after the general meeting. In accordance with the Swedish Companies Act, the Board of Directors is responsible for the Company's organization and management, including strategy, financial reporting, internal control, and the appointment and evaluation of the CEO.

The Board follows written rules of procedure, which are adopted annually. The rules of procedure govern the Board's work, the division of responsibilities between the Board, the Chair, the Board committees and the CEO, and the procedures for financial reporting to the Board. The Board also adopts instructions for the CEO and instructions for financial reporting. The Board meets according to an annual meeting plan. Additional meetings are convened when required. Between meetings, the Chair of the Board maintains regular contact with the CEO.

The board members are elected every year at the annual general meeting for the period until the end of the next annual general meeting. In accordance with the Company's articles of association, the Board of Directors is to comprise not less than three and not more than ten members. For a presentation of the Board members, see page [14](#).

REMUNERATION COMMITTEE

On 1 September 2025, the Board of Directors of the Company resolved to form a remuneration committee and appoint Jacob Jonmyren (chair) and Kicki Wallje-Lund as members of the committee. The Remuneration Committee prepares the Board's decisions on remuneration principles and other terms of employment for the CEO and, where applicable, other senior executives. The committee also monitors and evaluates variable remuneration programs and follows up the application of guidelines for remuneration to senior executives adopted by the general meeting.

AUDIT AND SUSTAINABILITY COMMITTEE

On 1 September 2025, the Board of Directors of the Company resolved to establish an Audit and Sustainability Committee and appointed Sara Börsvik as chair, with Henrik Tjärnström and Jacob Jonmyren as members.

The Audit and Sustainability Committee monitors the Company's financial reporting and prepares the Board's work to ensure the quality and reliability of the reporting. This includes monitoring the effectiveness of internal control and risk management related to financial reporting, reviewing significant accounting matters, and maintaining dialogue with the external auditor.

THE BOARD'S WORK IN FY 2025/26

In FY 2025/26, the Board held 15 recorded meetings (of which 5 were physical or video meetings and 10 were per capsulam) up until 31 March 2026. The number of meetings was higher than in a normal year, mainly due to the spin-off from Embracer Group, the listing on Nasdaq First North Premier and the establishment of Coffee Stain as a stand-alone listed company. Attendance in the table below relates to meetings held after the current Board was appointed on 1 September 2025. Erik Sunnerdahl, Group CFO, served as secretary of the Board during the financial year.

The Board's work is based on an annual meeting plan and is carried out through formal Board meetings and meetings of the Board Committees. Between meetings, the Chair of the Board maintains regular contact with the CEO and other Board members when required.

During the year, the Board focused on listing readiness, governance, financial reporting, internal control, policy adoption and capital structure. The Board also worked with management on strategic priorities, portfolio development and capital allocation. In addition to the listing-related work, the Board addressed its ongoing responsibilities, including financial performance, risk, organization, business

development and key operational matters. The CEO provided regular updates on the Group's development, including the game portfolio, studio operations and market environment.

Name	Position	Member Since	Attendance			Independent in relation to:	
			Board Meetings ¹⁾	Audit and Sustainability Committee meetings	Remuneration Committee meetings	The Company and management	Major shareholders
Jacob Jonmyren	Board member (Chair)	2025	5/5	1/1	1/1	Yes	No
Sara Börsvik	Member of the Board	2025	5/5	1/1	N/A	Yes	Yes
Henrik Tjärnström	Member of the Board	2025	5/5	1/1	N/A	Yes	Yes
Kicki Wallje-Lund	Member of the Board	2025	5/5	N/A	1/1	Yes	Yes
Lars Wingefors	Member of the Board	2025	5/5	N/A	N/A	Yes	No
Anton Westbergh	Member of the Board	2025	5/5	N/A	N/A	No	Yes

¹⁾ Per capsulam meetings not included. Number of total meetings shows the maximum number of meetings a board member could have attended after appointment

Remuneration for the Board of Directors

The Chair and the other members of the Board are paid fees in accordance with resolutions by the general meeting. At the extraordinary general meeting on 1 September 2025, it was resolved that remuneration shall be paid as follows:

- SEK 750,000 to the Chair of the Board.
- SEK 400,000 to each Board member.
- SEK 150,000 to the Chair of the Audit and Sustainability Committee and SEK 100,000 to each other member of the committee.
- SEK 75,000 to the Chair of the Remuneration Committee and SEK 50,000 to each other member of the committee.

Board members elected by the general meeting who are employed by the Company or the Group, or who receive consultancy fees from the Group, are not entitled to Board fees for as long as such employment or consultancy arrangement continues. Board members are not entitled to any benefits after resignation from the Board. Remuneration to each Board member during the financial year is specified in Note 6.

CEO AND EXECUTIVE MANAGEMENT

The CEO is appointed by the Board of Directors and is responsible for the day-to-day management of the Company in accordance with the Swedish Companies Act, the Board's rules of procedure and the instructions for the CEO.

The CEO ensures that the Company's accounting is maintained in accordance with applicable legislation and that the Board receives relevant information to evaluate the Group's operations, financial position, results, cash flow and material business events. The CEO and other senior executives are presented in the section "Board of Directors, senior executives and auditor".

Remuneration to the CEO and other senior executives consists of salaries, bonuses and pension benefits. Information on remuneration, notice periods and severance arrangements for the CEO and other senior executives during FY 2025/26 is presented in Note 6.

AUDIT

Öhrlings PricewaterhouseCoopers AB is the Company's auditor, with Magnus Svensson Henryson as lead auditor and Martin Bengtsson as co-signing auditor. Magnus Svensson Henryson is an authorized public accountant and a member of FAR.

The auditor discusses the external audit plan, audit findings and risk management with the Audit and Sustainability Committee. The auditor reviews the Company's annual report and accounting, the consolidated financial statements, and the administration of the Board and CEO. Following each financial year, the auditor submits an auditor's report to the Annual General Meeting.

INTERNAL CONTROL AND RISK MANAGEMENT

According to the Swedish Companies Act (2005:551), the Board of Directors is responsible for risk management and internal control within the Group. This includes processes and procedures intended to support effective governance, reliable financial reporting, compliance with applicable laws and regulations, and responsible management of the Group's operations.

Coffee Stain Group has established Group-level processes for risk management and internal control. The processes are adapted to the Group's decentralized operating model, where operational responsibility sits close to the studios while the parent company sets common requirements for governance, reporting, control and follow-up.

Control environment

The control environment is based on governing documents, defined roles and responsibilities, and established reporting processes. The Company's internal governance framework includes the Board's rules of procedure, instructions for the CEO, instructions for financial reporting, and adopted internal policies and procedures, including the Code of Conduct, Trade Compliance Policy, Insider Policy and Information Policy.

Risk assessment

Risks are identified, analyzed and evaluated as part of the Group's risk management and internal control process. Risk mitigation activities are documented, and key risks are reported to the Audit and Sustainability Committee and the Board.

Control activities

Control activities are designed to mitigate identified risks in business and financial reporting processes. The controls are documented and include review and approval procedures, reconciliations, consolidation controls and management review of financial performance.

Monitoring and reporting

Responsible persons have been appointed to monitor internal controls and report significant deviations. Significant findings are reported to the CFO and, where relevant, to the Audit and Sustainability Committee and the Board.

BOARD OF DIRECTORS



JACOB JONMYREN (BORN 1980)
Chair of the Board of Directors

Education/background: Jacob Jonmyren holds a Master of Science in Accounting and Financial Management from Stockholm School of Economics and has studied Finance at University of Wisconsin and Media & Communication Studies (Master level) at Stockholm University. Jacob Jonmyren has long experience from the financial markets.

Current relevant assignments: Jacob Jonmyren is chair of the board of Lars Wingefors AB, board member of Asmodee Group AB (publ), Embracer Group AB (publ) and GARO AB (publ).

Holdings in Coffee Stain Group: As of March 31, 2026, Jacob Jonmyren held 160,000 class B shares in Coffee Stain Group. Jacob Jonmyren also owns a minority stake in Lars Wingefors AB, which is a major shareholder of Coffee Stain Group.

Position of dependency: Independent in relation to the company and senior executives, dependent in relation to major shareholders.



SARA BÖRSVIK (BORN 1982)
Board member

Education/background: Sara Börsvik holds an M.Sc. in Accounting and Finance from Gothenburg University. She is CFO of Epidemic Sound and from early spring 2026 interim CEO of Epidemic Sound, a global soundtracking platform providing unrestricted music and sound effects. She has extensive experience in finance, accounting and business control, having previously served as CEO and CFO at Bonnierförlagen AB, CFO at Rebtel and Head of Controlling at Tele2 Sweden.

Current relevant assignments: Interim CEO of Epidemic Sound Group AB, board member of Bonnierförlagen AB, Aktiebolaget Svensk Filmindustri and Bonnier News..

Holdings in Coffee Stain Group: As of March 31, 2026, Sara Börsvik held 0 class B shares in Coffee Stain Group.

Position of dependency: Independent in relation to the company and senior executives, independent in relation to major shareholders.



HENRIK TJÄRNSTRÖM (BORN 1970)
Board member

Education/background: Henrik Tjärnström holds an M.Sc. in Industrial Engineering and Management from Linköping University, Faculty of Science and Engineering. Henrik has extensive leadership experience from international listed companies. He was CEO of Kindred Group (formerly Unibet Group) from 2010 to 2023, and earlier CFO. Before joining Kindred, he held senior finance roles at Skanska Infrastructure Development in Sweden and the UK. Since 2024 he is founder and CEO of BetCentury Group.

Current relevant assignments: CEO of BetCentury Group, board member of Football Analytics Sweden AB, Pacuvius Investments AB.

Holdings in Coffee Stain Group: As of March 31, 2026, Henrik Tjärnström held 360,166 class B shares in Coffee Stain Group.

Position of dependency: Independent in relation to the company and senior executives, independent in relation to major shareholders.



ANTON WESTBERGH (BORN 1985)
Board member and CEO

Education/background: Anton Westbergh studied computer science at the University of Skövde. Anton Westbergh is one of the co-founders of Coffee Stain and has extensive experience in game and business development.

Current relevant assignments: Anton Westbergh has no other relevant current assignments.

Holdings in Coffee Stain Group: As of March 31, 2026, Anton Westbergh held 940,832 class B shares in Coffee Stain Group.

Position of dependency: Dependent in relation to the company and senior executives, independent in relation to major shareholders.



KICKI WALLJE-LUND (BORN 1953)

Board member

Education/background: Kicki Wallje-Lund has experience in business development from a variety of international companies, especially in the IT sector, primarily for the banking and finance industry as well as board assignments for listed companies on Nasdaq Stockholm, Large and Small cap. She has held leading global positions in companies like NCR, Digital Equipment, AT & T, Philips, ICL and Unisys.

Current relevant assignments: Deputy chair of the board of Embracer Group AB (publ) and board member of Asmodee Group AB (publ).

Holdings in Coffee Stain Group: As of March 31, 2026, Kicki Wallje-Lund held 17,700 class B shares in Coffee Stain Group.

Position of dependency: Independent in relation to the company and senior executives, independent in relation to major shareholders.



LARS WINGEFORS (BORN 1977)

Board member

Education/background: Lars Wingefors is founder of Embracer Group AB (publ). He started his first video games company at the age of sixteen. He has broad and long experience in entrepreneurship and business management.

Current relevant assignments: Lars Wingefors is a board member and CEO of Lars Wingefors AB, chair of the board of Asmodee Group AB (publ) and Embracer Group AB (publ) and board member of Storytel AB (publ).

Holdings in Coffee Stain Group: As of March 31, 2026, Lars Wingefors, via Lars Wingefors AB, a company he has a controlling stake in, held 9,000,000 class A shares and 37,182,907 class B shares in Coffee Stain Group.

Position of dependency: Independent in relation to the company and senior executives, dependent in relation to major shareholders.

SENIOR EXECUTIVES

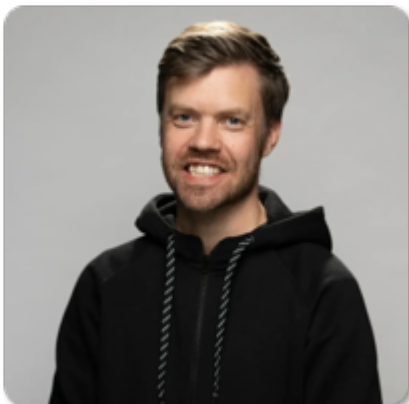


ERIK SUNNERDAHL (BORN 1986)
CFO

Education/background: Erik Sunnerdahl holds an M.Sc. in Business Administration from Linköping University. He has five years of experience in the gaming industry from his time at Embracer Group AB (publ), where he held various roles within finance, accounting, and business control, most recently serving as Group Finance Director. Prior to that, Erik worked in different roles in finance at JM AB (publ) and EY.

Current relevant assignments: Erik Sunnerdahl has no other current assignments.

Holdings in Coffee Stain Group: As of March 31, 2026, Erik Sunnerdahl held 107,829 class B shares in Coffee Stain Group.



ANTON WESTBERGH (BORN 1985)
Board member and CEO

See above under section "Board of Directors"

AUDITOR

Öhrlings PricewaterhouseCoopers AB is the Company's auditor with Magnus Svensson Henryson as lead auditor and Martin Bengtsson as co-signing auditor. Magnus Svensson Henryson is an authorized public accountant and a member of FAR (Professional Institute for Authorized Public Accounts).

THE SHARE

Coffee Stain Group's class B shares have been listed on Nasdaq First North Premier since 11 December 2025. The share is traded under the ticker COFFEE B.

DIVIDEND POLICY AND SHAREHOLDER RETURNS

The Group's aim is to distribute excess liquidity to shareholders, while maintaining a strong financial position. The long-term principle is for capital to be allocated to investments in sustainable organic growth, value-creating M&A and to return excess capital to shareholders. Each year the Board of Directors shall evaluate the possibility of distributing a dividend after taking into account the development of the business as well as its operating profit and financial position.

For FY 2025/26, the Board intends to return approximately SEK 300 million to 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.

SHARE CAPITAL AND SHARE STRUCTURE

As of 31 March 2026, Coffee Stain Group's share capital amounted to SEK 513,354, divided into 223,197,671 shares. The shares are divided into 9,000,000 class A shares and 214,197,671 class B shares. Each class A share carries ten votes and each class B share carries one vote. All shares carry equal rights to the Company's assets and profits.

TOP 20 OWNERS AS OF MARCH 31, 2026

Name	Class A shares	Class B shares	Share of capital, %	Share of votes, %
Lars Wingefors AB	9,000,000	37,182,907	20.7%	41.8%
Savvy Gaming Group		16,647,337	7.5%	5.5%
Matthew Karch		12,429,703	5.6%	4.1%
DNB Asset Management AS		11,970,954	5.4%	3.9%
Alecta Tjänstepension		10,000,000	3.5%	2.6%
Carnegie Fonder		7,231,109	3.2%	2.4%
SEB Funds		6,903,633	3.1%	2.3%
Andrey Iones		6,586,275	3.0%	2.2%
Avanza Pension		4,860,555	2.2%	1.6%
Nordnet Pensionsförsäkring		4,758,204	2.1%	1.6%
DNB Asset Management SA		4,251,495	1.9%	1.4%
eQ Asset Management Oy		3,620,000	1.6%	1.2%
Skandia Fonder		3,381,540	1.5%	1.1%
Fjärde AP-fonden		2,831,513	1.3%	0.9%
Swedbank Robur Fonder		2,802,103	1.3%	0.9%
BlackRock		2,466,529	1.1%	0.8%
Jens Engwall		2,450,581	1.1%	0.8%
Futur Pension		2,327,246	1.0%	0.8%
Andra AP-fonden		2,248,330	1.0%	0.7%
Handelsbanken Fonder		1,626,654	0.7%	0.5%
TOP 20	9,000,000	146,576,668	69.7%	77.8%
OTHERS		67,621,003	30.3%	22.2%
TOTAL	9,000,000	214,197,671	100.0%	100.0%

ANNUAL REPORT & FINANCIAL STATEMENTS

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The English version of the Annual Report is a translation of the original Swedish version. In case of any discrepancy between the versions, the Swedish version shall take precedence

BOARD OF DIRECTORS' REPORT

The Board and CEO of Coffee Stain Group AB (publ), reg no. 559280-0014, hereby submit the Annual Report for financial year 2025/26. Coffee Stain Group conducts operations as a limited liability company (publ) and is based in Karlstad, Sweden. The financial statements are presented in SEK, Swedish kronor, which is the functional currency of the Parent Company.

OPERATIONS – GENERAL INFORMATION

Coffee Stain Group is a Scandinavian game developer and publisher, originally founded in 2010, with a portfolio of community-driven games primarily for PC and console, and with a proven track record of building successful intellectual properties including Goat Simulator, Satisfactory, Deep Rock Galactic, Valheim, Teardown and Welcome to Bloxburg. The Group consists of around 240 passionate individuals spread over 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".

Coffee Stain's studios operate under a decentralized model with lean teams. The structure creates a capital-efficient ecosystem of autonomous studios that hold full accountability for development and continuous content updates, while the small central organization provides strategic and publishing support. As a developer driven by ideas, we regard our people as our most valuable assets. Attracting best-in-class talent and empowering teams to take full creative responsibility are key to sustaining long-term success.

NET SALES & EARNINGS

The Group's net sales for 2025/26 amounted to SEK 961 million (1,089). The year-over-year decrease was mainly driven by a weaker USD/SEK rate and lower contribution from Other platforms including Roblox and Mobile, which amounted to SEK 162 million (216). Work performed by the Company for its own use and capitalized amounted to SEK 120 million (146) during the financial year.

Cash EBIT amounted to SEK 333 million (484), corresponding to a Cash EBIT margin of 35% (44%). The decrease compared to previous year 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.

Expenses related to Goods for resale amounted to SEK -115 million (-117). Other external expenses amounted to SEK -233 million (-121). The increase mainly relates to third-party development costs and costs related to the listing. Personnel expenses amounted to SEK -248 million (-255). Other operating expenses amounted to SEK -13 million (-4).

EBIT amounted to SEK 55 million (322). The decrease compared with the previous year was driven by lower net sales, higher other external costs and a lower capitalization rate for development costs, reflecting a more prudent capitalization approach.

Depreciation, amortization and impairments amounted to a total of SEK -422 million (-431), of which amortization of intangible assets amounted to SEK -360 million (-316) and write-down of intangible assets amounting to SEK -37 million (-81).

The Group's financial net amounted to -47 million (-58). The Group's profit before tax amounted to SEK 8 million (264) and tax for the year amounted to SEK 5 million (-72).

The period's profit/loss amounted to SEK 13 million (192).

FINANCIAL POSITION

Non-current assets

Non-current assets amounted to SEK 3,173 million (3,239).

Goodwill amounted to SEK 2,028 million (2,019).

The value of intangible assets amounted to SEK 852 million (918). Development projects in progress which is equivalent to the value of capitalized expenditure on ongoing development of new games amounted to SEK 242 million (256) at the end of the financial year. The value of completed development projects during the financial year amounted to SEK 136 million (155) and amortization related to game development for the year amounted to SEK -203 million (-156). The value of IP rights amounted to SEK 409 million (565) and the amortization of IP rights amounted to SEK -156 million (-159).

Current assets

Current assets amounted to SEK 832 million (766). Trade receivable amounted to SEK 149 million (188). Other receivables amounted to SEK 28 million (42). At the end of the financial year, cash and cash equivalents amounted to SEK 620 million (472).

DEVELOPMENT OF THE OPERATIONS, EARNINGS AND POSITION – GROUP

SEKm	2025/26	2024/25*	2023/24*
Net sales	961	1,089	1,085
EBIT	55	322	404
EBIT margin, %	6 %	30 %	37 %
Cash EBIT	333	484	510
Cash EBIT margin, %	35 %	44 %	47 %
Adjusted EBIT	288	544	606
Adjusted EBIT margin, %	30 %	50 %	56 %
Equity/assets ratio, %	91 %	36 %	39 %

Definitions, see page 69.

*) Financial information for prior years is based on combined financial statements

Equity

The Group's equity amounted to SEK 3,644 million (1,456) as per March 31, 2026 and the equity/assets ratio increased to 91 percent (36), mainly affected by received shareholder contribution from Embracer Group prior to the spin-off.

Non-current liabilities

The Group's non-current liabilities amounted to SEK 181 million (1,898). The decrease is mainly related to settlement of liabilities to owners. Contingent considerations amounted to SEK 20 million (53). Non-current deferred tax liabilities amounted to SEK 150 million (195).

Current liabilities

The Group's current liabilities amounted to SEK 180 million (651). Accounts payable amounted to SEK 33 million (59).

CASH FLOW

Cash flow from operating activities before changes in working capital amounted to SEK 458 million (735). Cash flow from operating activities for the year amounted to SEK 453 million (847), of which cash flow from changes in working capital amounted to SEK -5 million (112).

Cash flow from investing activities amounted to SEK -165 million (-228). The cash flow effect of completed investments is mainly due to investments in intangible assets of SEK -169 million (-226).

Free cash flow after changes in working capital amounted to SEK 301 million (598).

Cash flow from financing activities amounted to SEK -141 million (-458). The change primarily reflects shareholder contributions received and repayment of liabilities to owners.

SUSTAINABILITY

The Company is currently not subject to a statutory requirement to prepare a sustainability report under the Swedish Annual Accounts Act. Coffee Stain nevertheless monitors regulatory developments, including CSRD, and manages relevant sustainability matters within its existing governance structures. Coffee Stain believes that long-term success is built on creativity, collaboration and responsible business practices. The Group's sustainability efforts are therefore closely connected to its people, culture and the way its games and operations are managed.

Coffee Stain strives to maintain an inclusive and creative work environment where employees are encouraged to grow, collaborate and contribute to the development of games and communities enjoyed by players around the world. Attracting and retaining talented employees is important to the Group's continued success, and employee well-being, leadership and culture are therefore key priorities.

The Group also works to protect the privacy and security of employees, players and business partners through appropriate data protection and information security measures. As technology and artificial intelligence continue to evolve within the games industry, Coffee Stain follows developments closely and seeks to apply new technologies responsibly, with consideration given to creativity, integrity, IP rights and ethical aspects.

Coffee Stain aims to conduct its business in a responsible and transparent manner, supported by internal policies, governance structures and processes designed to promote sound business ethics, compliance and effective risk management.

Relevant sustainability-related risks include talent retention, workplace well-being, cyber security, data privacy and the responsible use of emerging technologies. The Group continuously evaluates these areas as part of its ongoing operational and strategic work.

PARENT COMPANY

The Parent Company prepares its financial statements in accordance with RFR 2 Accounting for legal entities. The Parent Company acquires and conducts operations through its subsidiaries and underlying companies.

The parent company's net sales for the financial year amounted to SEK 9 million (3) and profit after financial items was SEK -29 million (41). Profit after tax was SEK 149 million (41).

Cash and cash equivalents as of March 31, 2026 were SEK 592 million (0).

SIGNIFICANT EVENTS IN THE FINANCIAL YEAR

- > On September 1, 2025, Embracer Group announced that the board of directors, for the future listed entity has been appointed and formed. The Board comprises of Jacob Jonmyren (Chair of the Board), Sara Börsvik, Henrik Tjärnström, Kicki Wallje-Lund, Anton Westbergh (CEO and board member) and Lars Wingefors.
- > On September 30, 2025, Coffee Stain Group's share capital was increased by SEK 475,000 to SEK 500,000 through a bonus issue. The number of shares in the group was also changed as a result of a split of the existing 250 shares, whereby 10 A shares were divided into 9,000,000 A shares and 240 B shares were divided into 216,119,707 B shares. Each A share has 10 voting rights and each B share has 1 voting right.
- > On November 3, 2025, Embracer Group decided at an Extraordinary General Meeting to distribute all Coffee Stain Group shares to Embracer shareholders.
- > On November 12, 2025, Nasdaq Stockholm approved Coffee Stain Group's listing application for its class B shares on Nasdaq First North Premier Growth Market in Stockholm.
- > On November 17, 2025, Coffee Stain Group held its Capital Markets Event where Coffee Stain Group's business model, studios, product portfolio and financial profile were presented.

- > On November 26, 2025, Embracer Group announced that Coffee Stain Group would have a proforma net cash position of SEK 500 million as of 30 September, 2025, where on November 26, 2025, Coffee Stain Group received an unconditional shareholder contribution paid in cash of SEK 251 million.
- > On November 26, 2025, Embracer Group announced that multiplayer online game Fellowship intends to be part of Coffee Stain group through an internal transfer from Embracer Group. The transaction was structured as a non-cash transfer and was finalized on November 30, at which point Coffee Stain Group received a non-cash unconditional shareholder contribution of SEK 173 million to settle the transfer.
- > On November 30, 2025, Coffee Stain Group's share capital was increased by SEK 17,775 to SEK 517,775 through a bonus issue. Simultaneously, the Group's share capital was decreased by SEK 4,420 to SEK 513,354 through a share redemption by retirement of 1,922,036 B shares. Through the bonus issue, the group did not require permission from the Swedish Companies Registration Office or the general court when resolving on the share redemption.
- > On December 11, 2025, class B shares of the company were listed at Nasdaq First North Premier Growth Market in Stockholm.
- > On March 11, 2026, 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

SIGNIFICANT RISKS AND UNCERTAINTIES

Game development and commercial performance

Coffee Stain's performance depends on its ability to develop, launch and support games and content that meet player expectations. Game projects may be delayed, require additional investment or underperform commercially after launch.

Dependence on key titles

A significant part of the Group's revenue is generated by a limited number of core titles. Weaker performance, lower player engagement or reduced relevance in one or more key games could affect net sales, profitability and cash flow.

Key personnel and creative teams

Coffee Stain operates through a decentralized model with small, creative teams. The Group is dependent on its ability to retain and attract key employees and creative talent.

Goodwill and capitalized development expenditure

The Group reports significant goodwill and capitalized development expenditure. Carrying amounts are based on assumptions regarding future cash flows, margins, growth and discount rates. Weaker-than-expected performance of games or projects may result in impairment.

Currency exposure

A large share of the Group's revenue is generated in USD, while a significant part of the cost base is in SEK and DKK. Changes in exchange rates, particularly USD/SEK, may have a material impact on reported net sales, earnings and cash flow.

IT, cyber security and data privacy

The Group is dependent on IT systems and digital platforms for development, publishing, distribution and administration. Cyber incidents, system disruptions or failure to comply with data privacy regulations could affect operations, reputation and financial performance. The increasing use of AI tools also requires appropriate controls to protect data, intellectual property and information security.

Acquisitions, transfers and partnerships

The Group has grown through acquisitions, internal transfers and partnerships. There is a risk that acquired companies, transferred assets or partnerships do not develop as expected, or that governance and integration require more resources than anticipated.

Risk monitoring

Internal control and risk management related to financial reporting are described in the Corporate Governance Report. Financial risks are further described in Note 18.

MATERIAL EVENTS AFTER THE REPORTING PERIOD

For information on material events after the reporting period see note 25 for the Group and note P18 for the Parent Company.

OPERATIONS SUBJECT TO PERMIT AND NOTIFICATION REQUIREMENTS UNDER THE SWEDISH ENVIRONMENTAL CODE

The Group and Parent Company do not conduct any operations subject to permit or notification requirements under the Swedish environmental code.

ALLOCATION OF THE COMPANY'S UNRESTRICTED EQUITY

The Board proposes that the unrestricted equity of SEK 2,787,068 thousand be allocated as follows:

At the disposal of the Annual General Meeting are the following earnings

(SEK):	31/03/2026
Retained earnings	2,637,841,050
Net profit for the year	149,226,810
Total unrestricted equity	2,787,067,860

Proposed allocation (SEK):

Dividend to shareholders	151,774,112
To be carried forward	2,635,293,748
Total	2,787,067,860

The Board of Directors proposes a cash dividend of SEK 0.68 per share for FY 2025/26, corresponding to approximately SEK 152 million in total. The dividend is proposed to be paid in four equal quarterly installments of SEK 0.17 per share, 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 of Directors has assessed whether the proposed dividend is justifiable in accordance with the prudence rule set out in Chapter 17, Section 3 of the Swedish Companies Act.

In making this assessment, the Board has taken into account the Company's financial position, capital structure, liquidity, identified risks and future investment needs.

The Board is of the opinion that the Company's equity, following the proposed dividend, remains adequate in relation to the nature, scope and risks of the operations and that the dividend will not affect the Company's ability to meet its obligations or make necessary investments.

Accordingly, the proposed dividend is considered to be justifiable and consistent with the Company's long-term interests.

In addition, the Board intends to propose that a general meeting authorizes the Board to resolve on repurchases of the Company's own shares. Provided that updated legislation permits such repurchases and the required authorization is granted, the Board intends to initiate a share repurchase program of up to SEK 150 million.

Together, the proposed dividend and intended share repurchase program reflect the Board's intention to return approximately SEK 300 million to shareholders up until the Annual General Meeting 2027, while maintaining the Company's ability to invest in the game portfolio and opportunities with long-term return potential.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Amounts in SEK m	Note	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Net sales	3	961	1,089
Other operating income	4	2	6
Total operating income		963	1,095
Work performed by the Company for its own use and capitalized		120	146
Goods for resale		-115	-117
Other external expenses	5	-233	-121
Personnel expenses	6	-248	-255
Depreciation, amortization and impairment	12, 13, 14,	-422	-431
Other operating expenses		-13	-4
Share of profit of an associate	15	3	9
Operating profit/loss (EBIT)		55	322
Financial income	7	15	35
Financial expenses	8	-62	-93
Profit before tax		8	264
Income tax	9	5	-72
Net profit for the period		13	192
<i>Net profit/loss for the period attributable to:</i>			
Equity holders of the parent		11	191
Non-controlling interests		2	1
Earnings per share			
Basic earnings per share* (SEK)	10	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	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Net profit/loss for the year		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		-1	-92
Reclassification of translation differences to profit or loss		0	—
Total other comprehensive income for the year, net of tax		-1	-92
Total comprehensive income for the year, net of tax		12	100
<i>Total comprehensive income attributable to:</i>			
Equity holders of the parent		12	99
Non-controlling interests		0	1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in SEK m	Note	31/03/2026	31/03/2025
ASSETS			
Non-current assets			
Goodwill	11	2,028	2,019
Intangible assets	12	852	918
Property, plant and equipment	13	12	17
Right-of-use assets	14	20	24
Investments in associates	15	247	243
Non-current financial assets	16, 17, 18	6	14
Deferred tax assets	9	9	4
Total non-current assets		3,173	3,239
Current assets			
Trade receivables	16, 18	149	188
Current tax assets		23	54
Other receivables	16	28	42
Prepaid expenses	19	11	9
Cash and cash equivalents	16, 23	620	472
Total current assets		832	766
TOTAL ASSETS		4,005	4,005

CONSOLIDATED STATEMENT OF FINANCIAL POSITION CONTINUED

Amounts in SEK m	Note	31/03/2026	31/03/2025
EQUITY AND LIABILITIES			
Equity	21		
Share capital		1	0
Reserves		99	100
Retained earnings, including net profit		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	16, 18	—	1,631
Lease liabilities	14, 18	6	10
Provisions		0	0
Contingent considerations	16, 18	20	53
Non-current liabilities to employees related to historical acquisitions	6, 16, 18	5	9
Deferred tax liabilities	9	150	195
Total non-current liabilities		181	1,898
Current liabilities			
Trade payables	16, 18	33	59
Lease liabilities	16, 18	16	14
Contract liabilities	3, 16, 18	0	7
Contingent considerations	16, 18	11	—
Tax liabilities		0	0
Current liabilities to employees related to historical acquisitions	6, 16, 18	3	—
Liabilities to owners		—	425
Other current liabilities	16, 18	13	6
Accrued expenses	16, 22	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 01/04/2024	0	192	1,464	1,656	8	1,664
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 31/03/2025	0	100	1,347	1,447	9	1,456
Opening balance 01/04/2025	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 31/03/2026	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	Note	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Operating activities			
Profit before tax		8	264
Adjustments for non-cash items, etc.	23	471	475
Tax paid		-21	-4
Cash flow from operating activities before changes in working capital		458	735
Cash flow from changes in working capital			
Change in operating receivables		45	88
Change in operating liabilities		-50	24
Cash flow from operating activities		453	847
Investing activities			
Acquisition of property, plant and equipment	13	-1	-6
Acquisition of intangible assets	12	-169	-226
Acquisition of financial assets		0	2
Interest received		5	2
Cash flow from investing activities		-165	-228
Financing activities			
Transactions with owners*		-119	-439
Payment of lease liabilities		-20	-17
Interest paid		-2	-2
Cash flow from financing activities		-141	-458
Total cashflow		147	161
Cash and cash equivalents at the beginning of period		472	312
Exchange-rate differences in cash and cash equivalents		1	-2
Cash and cash equivalents at the end of period	23	620	472

*) Net of shareholder contribution and payment of liabilities.

GROUP NOTES

NOTE 1 MATERIAL ACCOUNTING PRINCIPLES

This annual report and the consolidated financial statements comprise the Swedish Parent Company Coffee Stain Group AB ("Coffee Stain"), with corporate identity 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.

These financial statements were authorized for issue by the Board of Directors on 5 June 2026.

BASIS FOR PREPARATION

The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) published by the International Accounting Standards Board (IASB) and interpretations issued by IFRS Interpretations Committee (IFRS IC), as they have been adopted by the European Union (EU). Furthermore, the Group applies the Swedish Annual Accounts Act (1995:1554) and RFR 1 "Supplementary Accounting Rules for Groups" issued by the Swedish Corporate Reporting Board.

The Parent Company applies the same accounting principles as the Group except in the cases specified under the section "Parent company's accounting principles". The Parent Company applies the Annual Accounts Act (1995:1554) and RFR 2 Accounting for legal entities.

The consolidated financial statements for 2025/26 comprise Coffee Stain Group AB and its subsidiaries. Comparative financial information for historical periods has been prepared as combined financial statements, as the entities comprising Coffee Stain Group were under common control through Embracer Group AB but did not constitute a group under IFRS 10 during those periods.

MATERIAL ACCOUNTING PRINCIPLES

The Group provides information on material accounting principles. Material accounting principles mean that the underlying transaction is material and that the information in the accounting principle is essential for the understanding of the transaction, for example if the Group has made a principal choice or if the accounting principle is company-specifically adapted. In cases where the Group applies an accounting principle as described in IFRS, information about the principle has not been provided. In addition to material accounting principles presented in this note, material accounting principles are also presented in direct connection with the note to which the accounting principle refers.

SUBSIDIARIES AND BASIS OF CONSOLIDATION

Subsidiaries are entities over which the Group has control. Control exists when the Group is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The assessment of control is based on all relevant facts and circumstances, including voting rights, contractual arrangements and other rights that may affect the Group's ability to direct the relevant activities.

Subsidiaries are consolidated from the date on which control is obtained and are deconsolidated from the date

on which control ceases. Business combinations are accounted for using the acquisition method, whereby identifiable assets acquired and liabilities assumed are measured at fair value at the acquisition date. Acquisition-related costs are expensed as incurred.

Intra-group balances, transactions, income and expenses, and unrealized gains and losses from intra-group transactions, are eliminated in full. Non-controlling interests are presented separately within equity and separately in the consolidated statement of profit or loss and other comprehensive income.

The assessment of whether the Group controls an entity requires judgement, particularly for partly owned subsidiaries. This assessment includes consideration of shareholder agreements, board representation, decision-making rights, protective rights and other contractual or practical arrangements affecting governance and decision-making.

PRIMARY FINANCIAL STATEMENTS

The Group has chosen to present its consolidated statement of profit or loss by nature of the expense and the Group's consolidated cash flow statement according to an indirect method.

NEW OR AMENDED STATEMENTS

New and amended standards applicable during the financial year

None of the new or amended standards that are mandatory applicable during the year have had any significant impact on the Group.

New and amended standards applicable after the financial year

New and amended standards and interpretations have been published by the IASB but are not yet mandatorily applicable. None of the new or amended standards or interpretations have been early adopted by the Group. The new and amended standards that could affect the Group's or Parent Company's financial reports are described below. Other new or amended standards or interpretations that the IASB has published are not expected to have any significant impact on the Group's or Parent Company's financial statements.

IFRS 18 Presentation and Disclosure in Financial Statements

From January 1, 2027, with retroactive application, IFRS 18 Presentation and Disclosure in Financial Statements will come into effect and will replace IAS 1 Presentation of Financial Statements. The Group is currently evaluating the effects that IFRS 18 will have on the Group.

CURRENCY

Presentation currency

The presentation currency for the Group is Swedish kronor. All amounts are presented in millions of Swedish kronor ("SEK m"), unless otherwise indicated. Rounding differences may occur.

Transactions in foreign currency

Exchange gains and losses relating to operating receivables and liabilities are recognized in operating profit while exchange gains and losses relating to financial

assets and liabilities are recognized as financial items. Foreign exchange gains and losses are recognized net.

CLASSIFICATION

Non-current assets and non-current liabilities primarily comprise of amounts that are expected to be recovered or paid more than twelve months from the balance sheet date. Current assets primarily comprise of amounts that are expected to be realized during the Group's normal operating cycle, which is 12 months after the reporting period. Current liabilities primarily comprise of amounts that are expected to be settled during the Group's normal operating cycle, which is twelve months after the reporting period.

OPERATING SEGMENTS

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM). CODM is the function that is responsible for the allocation of resources and the assessment of the operating segments' results. In Coffee Stain, the Chief Executive Officer has been identified as the CODM.

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, for which discrete financial information is available, and whose operating results are regularly reviewed by the CODM to make decisions about resources to be allocated to the segment and assess its performance.

When the CODM is reviewing the performance of Coffee Stain for the purpose of making decisions about resources to be allocated to the segment and assess its performance, the review is based on the performance of the Group as a whole. Therefore, the segment reporting is composed on one single segment, the Group as presented in the Consolidated Statement of Profit and Loss and Consolidated Statement of Financial Position. The assets of the operative segment is allocated into the following geographic markets.

Assets per geographic market

	2025/2026	2024/2025
Sweden	1,498	1,839
Denmark	1,413	1,388
	2,911	3,227

For information about net sales per geographic market, refer to [note 3](#).

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. These assessments are based on experience and the assumptions that management and the Board of Directors consider to be reasonable under the prevailing circumstances. Actual outcome may differ from the estimates if the estimates or circumstances change. The estimates and assumptions are continuously evaluated and are deemed not to involve any significant risk for

material adjustments in the carrying amounts of assets and liabilities during the coming financial year. Changes in estimates are recognized in the period when the change is made if the change affects that period only, or in the period when the change is made and in future periods if the change affects the period in question as well as future periods.

Assessments and estimates are presented in direct connection with the note to which the assessment and estimate refer. Significant assessments and estimates relate to:

- > Revenue recognition – [note 3](#),
- > Goodwill – [note 11](#),
- > Capitalization of development expenditure – [note 12](#),
- > Contingent considerations – [note 16](#),

NOTE 3 REVENUE FROM CONTRACTS WITH CUSTOMERS

MATERIAL ACCOUNTING PRINCIPLES

The Group generates revenue mainly through the sale of interactive entertainment content and services, primarily for console, PC and mobile platforms. The Group recognizes revenue when a performance obligation is satisfied, which is when a promised good or service is transferred to the customer and the customer obtains control of the good or service. Control can transfer over time or at a point in time. Revenue is recognized at an amount that reflects the consideration to which Coffee Stain expects to be entitled to in exchange for those goods or services. The Group has chosen to apply the practical expedient of not providing information on the transaction price allocated to unfulfilled (or partially unfulfilled) performance obligations at the end of the reporting period, for contracts with customers that have an original expected term of maximum one year. For incremental costs of obtaining a contract, the Group uses the practical expedient of recognizing these as an expense if the depreciation period for the asset that would otherwise have been recognized is one year or less.

In the following sections, the most material revenue streams are described in more detail, as well as the significant assessments relating to revenue recognition that Coffee Stain has made per material revenue stream.

Revenue from sales of interactive entertainment content and services for console and PC platforms

The Group sells digital games for console and PC platforms that typically provides access to the main game content. The Group also sells downloadable content that provide the players with additional in-game content in purchased games. Digital sales of interactive entertainment content are sold through external digital storefronts, such as Steam, Microsoft's Xbox Games Store, Sony's PSN and Epic. Coffee Stain considers the digital storefront to be Coffee Stain's customer and Coffee Stain's performance obligation is therefore to provide a license to the digital storefront to, in turn, sell the game or the downloadable content to end-users. The transaction price typically comprises variable consideration in the form of sales-based royalty, that is recognized when the subsequent sale to end-user occurs in accordance with the guidelines for sales-based royalties in IFRS 15.

The transaction price sometimes also comprises fixed consideration in the form of minimum sales guarantees.

The license is deemed to constitute a right for the customer to use the intangible asset in its current condition at the time of assignment, since the digital store then can resell the game to end-users. There are no additional obligations in the contract with the customer that significantly affect the intangible asset to which the customer is entitled. The revenue is therefore recognized in connection with the transfer of the license to the customer. When Coffee Stain releases new downloadable content ("DLC") the procedure is the same as for the original game, and revenue is recognized in the form of sales-based royalty.

The Group has assessed whether it acts as principal or agent in arrangements with digital storefronts. Based on the Group's responsibility for providing the license, its involvement in determining the content and its entitlement to sales-based royalties, the Group has concluded that the storefront is the customer and that revenue should be recognized based on the consideration to which the Group is entitled under the contract with the storefront.

The Group also derives revenue from sale of licenses that entitles the customer a right to produce and sell physical copies of games to retailers. Coffee Stain is entitled to sales-based royalty of the subsequent sale.

Revenue from sales of interactive entertainment content and services for mobile platforms

The Group develops games for mobile platforms. The Group's mobile games are a mix of premium games, subscription games and so called "Free-to-try games", in which the players are provided access to the selected parts of the game content without paying a fee. Revenue is generated from purchase of the premium games, user-based royalty for subscription games and for Free-to-try games: sales of additional game content in the form of virtual goods or ad revenue. Regarding the sale of virtual goods, each separate virtual good is usually considered a distinct performance obligation which is satisfied when control is transferred to the customer. For revenue generated by displaying ads within Coffee Stain's mobile apps, the customers are the ad networks to which Coffee Stain provide advertisement space. The ad networks in turn place ads from third parties in Coffee Stain's mobile apps. The transaction price solely comprises variable consideration and is dependent on the number of valid clicks or impressions that a specific ad generates whilst it is being displayed within the app.

SIGNIFICANT ESTIMATES AND ASSUMPTIONS

Assessment of the customer

Coffee Stain is a publisher and sells games to digital storefronts for further sale to end-users. Coffee Stain enters into a contract with the digital storefront that gives the digital storefront the right to sell the game to end-users. Coffee Stain has assessed that it has rights and obligations against the digital storefront which in turn is the customer in the contract. Consequently, Coffee Stain recognizes revenue based on the amount to which it is entitled in the contract with the digital storefront and not based on the amount of the subsequent sale to the end-user.

Revenue in the Group mainly comprises sales-based royalties from games sold to third parties by the customers of the Group. The performance obligation is satisfied when the license is provided to the customer and revenue for the sales-based royalty is recognized when the subsequent sale occurs.

The Company presents revenue in two categories: PC/console and Other platforms. The PC/console category comprises sales from titles distributed through

established platforms such as Steam, PlayStation and Xbox. The Other platform category mainly includes revenue generated through platforms with differing revenue models and user dynamics, such as Roblox and mobile platforms

Below is a table showing the Group's revenue split on the type of platform to which it relates:

Type of platform	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
PC/Console	799	873
Other platforms	162	216
Revenue from contracts with customers	961	1,089

Net sales per geographic market

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Europe excl Sweden	120	57
USA	823	991
Sweden	1	11
Other	17	30
Total	961	1,089

The geographic split is based on the location of the Group's direct customers, primarily digital storefronts, and does not necessarily reflect the geographic location of end users.

NOTE 4 OTHER OPERATING INCOME

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
FX gains on operating receivables/liabilities	—	5
Other	2	1
Total	2	6

Other exchange rate effects in the Group can be found in other comprehensive income, Other operating expenses, [Note 7](#) Financial income and [Note 8](#) Financial expenses.

NOTE 5 AUDITOR'S FEES

PwC	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Audit services	-2	-1
Other auditing activities	-2	—
Tax advisory services	—	—
Other services	—	—
Sum	-4	-1
EY	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Audit services	-1	0
Other auditing activities	—	—
Tax advisory services	0	0
Other services	—	0
Sum	-1	0
Other auditors	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Audit services	0	0
Other auditing activities	—	—
Tax advisory services	—	—
Other services	0	0
Sum	0	0
Total	-5	-1

The item "Audit services" comprises examination of the annual financial statements, accounting records and administration of the business by the CEO and Board. Other services relate to other procedures required to be carried out by the Company's auditors and advice or other assistance relating to observations made during the performance of such other procedures.

NOTE 6 EMPLOYEES AND PERSONNEL EXPENSES

	01/04/2025 - 31/03/2026		01/04/2024 - 31/03/2025	
	Average number of employees	Women, %	Average number of employees	Women, %
Sweden	172	27%	200	25%
Denmark	63	18%	65	23%
Group, total	235	24%	265	25%

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Salaries, other benefits and social security contributions, including pension costs		
Group		
<i>Board of Directors, CEO and other senior executives</i>		
Salaries and other remuneration	-24	-23
Social security contributions	-5	-4
Pension costs	-2	-2
Total	-31	-29
<i>Other employees</i>		
Salaries and other remuneration	-165	-165
Social security contributions	-38	-33
Pension costs	-11	-14
Total	-214	-212
Group, total	-245	-241

Other senior executives refers to those persons who are part of the Group Executive Management Team and CEOs in subsidiaries.

Remuneration to Board of Directors, CEO and other executives	01/04/2025- 31/03/2026					Total
	Base salary, Board fees	Social security contributions	Variable remuneration	Pension costs	Other remuneration	
Chair of the Board						
Jacob Jonmyren ²	0.54	0.17	—	—	—	0.71
Board member						
Ian Gulam ¹	—	—	—	—	—	—
Sara Börsvik ²	0.32	0.10	—	—	—	0.42
Henrik Tjärnström ²	0.29	0.09	—	—	—	0.38
Kicki Wallje-Lund ²	0.26	0.03	—	—	—	0.29
Lars Wingefors ²	0.23	0.07	—	—	—	0.30
Chief Executive Officer						
Anton Westbergh	2.51	1.17	0.96	0.31	0.00	4.95
Other senior executives (1 person)	1.11	0.64	0.71	0.26	0.00	2.72
Total	5.26	2.27	1.67	0.57	0.00	9.77

¹⁾ Resigned during the financial year 2025/26

²⁾ Joined during the financial year 2025/26

Other senior executives refers to those persons who are part of the Group Executive Management Team

Remuneration to Board of Directors, CEO and other executives	01/04/2024- 31/03/2025					Total
	Base salary, Board fees	Social security contributions	Variable remuneration	Pension costs	Other remuneration	
Board member						
Ian Gulam	—	—	—	—	—	—
Chief Executive Officer						
Anton Westbergh	1.11	0.42	—	0.23	—	1.76
Total	1.11	0.42	—	0.23	—	1.76

Gender distribution, Board of Directors and senior executives within the group*	31/03/2026 Women, %	31/03/2025 Women, %
Parent Company		
Board of Directors	33%	—%
Chief Executive Officer and other senior executives	—%	—%
Subsidiaries		
Board of Directors	3%	—%
Chief Executive Officer and other senior executives	9%	—%

*The information for subsidiaries includes board assignments across all legal entities in the Group. As a result, the same individual may be counted more than once if they serve on more than one subsidiary

TERMINATION BENEFITS

Coffee Stain Group and its CEO must observe a notice period of 6 months. The CEO is entitled to termination benefits corresponding to 6 months' salary, provided that Coffee Stain Group terminated the employment contract and the CEO was not dismissed.

PERSONNEL COSTS IN CONNECTION WITH HISTORICAL ACQUISITIONS

In connection with acquisitions, agreements on conditional purchase price which not classified as part of transferred purchase price have been entered into, where there is a requirement that the seller is still employed. This remuneration refers to future services and is classified as personnel cost according to IAS 19. During the year 2025/26, this amount has amounted to SEK 2 million (-18). See [Note 16](#) Financial instruments for further information.

NOTE 7 FINANCIAL INCOME

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
<i>Assets and liabilities measured at fair value through consolidated statement of profit or loss;</i>		
Changes in fair value of contingent consideration	3	16
Total recognized in consolidated statement of profit or loss	3	16
<i>Assets measured at amortized cost:</i>		
Interest income from other financial assets	12	18
Other financial income	0	1
Total interest income in accordance with the effective interest method	12	19
Total financial income	15	35

See also [note 16](#) "Financial instruments"

NOTE 8 FINANCIAL EXPENSES

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
<i>Assets and liabilities measured at fair value through consolidated statement of profit or loss;</i>		
Changes in fair value of contingent consideration	—	-3
Total recognized in consolidated statement of profit or loss	0	-3
<i>Liabilities measured at amortized cost:</i>		
Interest expense from other financial liabilities	-30	-59
Interest expense lease liabilities	-1	-1
Total interest expense in accordance with the effective interest method	-31	-60
<i>Other financial expenses:</i>		
Exchange loss, financial items	-10	-30
Impairment of financial assets	-21	—
Total	-31	-30
Total financial expenses	-62	-93

See also [note 16](#) "Financial instruments"

NOTE 9 INCOME TAX

ACCOUNTING POLICY

Income tax expense comprises current tax and deferred tax. Income tax is recognized in profit or loss except to the extent that it relates to items recognized in other comprehensive income or directly in equity, in which case it is recognized in other comprehensive income or equity.

Current tax

Current tax is the expected tax payable or receivable on the taxable profit or loss for the year, using tax rates enacted or substantively enacted at the reporting date. Current tax also includes adjustments to tax payable in respect of prior periods.

Deferred tax

Deferred tax is recognized using the balance sheet method on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax bases.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are recognized for deductible temporary differences and tax loss carryforwards to the extent that it is probable that future taxable profits will be available against which they can be utilized.

Deferred tax is measured using tax rates expected to apply when the asset is realized or the liability is settled, based on enacted or substantively enacted tax rates at the reporting date.

Classification

Deferred tax assets and liabilities are classified as non-current.

Offsetting

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred taxes relate to the same taxation authority.

Current tax assets and liabilities are offset when there is a legally enforceable right to offset and an intention to settle on a net basis.

SIGNIFICANT ESTIMATES AND ASSUMPTIONS

Deferred tax assets and liabilities are recognized for temporary differences and for the opportunity to, in the future, utilize tax loss carryforwards. Coffee Stain's deferred tax assets are attributable to tax loss carryforwards and other temporary differences. The deferred tax liabilities relate to capitalized development expenses, fair value adjustments of acquired assets in business combinations and other temporary differences. The measurement of temporary differences and tax loss carryforwards is based on management's estimates of future taxable profits in different jurisdictions and the management's business plans.

Tax assets that derive from tax loss carryforwards have been generated in loss making subsidiaries. The tax losses have been assessed to be able to be utilized against future taxable income. New assessments are done on a regular basis to assess the future ability to utilize the deferred tax assets. Assessments regarding future utilization of tax loss carryforwards can change over time which may impact the tax expense recognized in profit or loss. Management regularly participates in the judgments of transactions and estimates of probable outcomes.

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Current tax		
Current tax on profit for the year	-51	-94
Adjustments relating to prior years	0	-4
Total current tax	-51	-98
Deferred tax		
Deferred tax attributable to temporary differences	50	26
Adjustments relating to prior years	6	—
Total deferred tax	56	26
Recognized tax in profit or loss	5	-72

Reconciliation of effective tax rate	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Profit before tax	8	264
Tax at the applicable tax rate for the parent company, 20,6%	-2	-54
Tax effect of:		
Effect of different tax rates in foreign subsidiaries	0	—
Other non-deductible expenses	-2	-31
Non-taxable income	14	15
Tax attributable to prior years	-4	—
Standard interest on tax allocation reserve	-2	-1
Other	1	0
Recognized effective tax	5	-72
Effective tax rate	-63%	27%

Non-deductible costs/non-taxable income primarily refers to personnel costs related to acquisitions, amortization of fair value adjustments on acquired intangible assets, fair value changes regarding contingent considerations and impairment recognized in prior year .

DISCLOSURE ON DEFERRED TAX ASSETS AND TAX LIABILITIES

The tables below specify the tax effect of temporary differences:

Deferred tax	Deferred tax assets		Deferred tax liabilities	
	31/03/2026	31/03/2025	31/03/2026	31/03/2025
Opening balance as of 1 April	4	2	195	225
Recognized in the consolidated statement of profit or loss	11	2	-46	-34
FX effect difference for the year	0	0	0	-1
Other	-5	—	1	5
Closing balance as of 31 March	9	4	150	195

Deferred tax specified by item	31/03/2026				31/03/2025			
	Deferred tax assets	Deferred tax liabilities	Net	Recognized in profit or loss for the year (+ income, - expense)	Deferred tax assets	Deferred tax liabilities	Net	Recognized in profit or loss for the year (+ income, - expense)
Untaxed reserves	—	62	-62	—	—	60	-60	—
Intangible assets	4	88	-84	34	2	173	-171	35
Property, plant and equipment	—	0	0	0	—	0	0	—
Right-of-use assets	—	0	0	0	0	0	0	0
Lease liabilities	0	—	0	0	—	0	0	0
Accrued income	—	—	—	10	—	—	0	—
Other temporary differences	—	—	—	-1	—	—	0	—
Tax loss carryforwards	5	—	5	13	2	—	2	1
Other unused tax credits	—	—	—	—	—	-38	38	—
Deferred tax assets/liabilities	9	150	-141	56	4	195	-191	36
Offsetting	—	—	—	—	—	—	—	—
Deferred tax assets/liabilities (net)	9	150	-141	56	4	195	-191	36

There are no tax loss carryforwards or temporary differences for which deferred tax assets have not been recognized in the statement of financial position.

NOTE 10 EARNINGS PER SHARE

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Profit for the year attributable to equity holders of the parent	11	191
Weighted average number of ordinary shares outstanding (millions)	223	223
Basic earnings per share	0.05	0.86

Earnings per share are calculated based on the weighted average number of shares outstanding after retrospective adjustments. As the Group has no outstanding dilutive instruments, diluted earnings per share are equal to basic earnings per share.

The weighted average number of shares outstanding amounted to 223.2 million after retrospective adjustment for the share split and share redemption. The total number of issued shares as of 31 March 2026 amounted to 223,197,671, divided into 9,000,000 class A shares and 214,197,671 class B shares.

Comparative EPS figures have been retrospectively adjusted to reflect the share split and recapitalization completed in connection with the listing.

NOTE 11 GOODWILL

Goodwill is recognized at cost less any accumulated impairment.

MATERIAL ACCOUNTING PRINCIPLES

Impairment of non-financial assets

The Group conducts an impairment test in the event there are indications that a decrease in value have occurred, i.e. whenever events or changes in circumstances indicate that the carrying amount is not recoverable. Moreover, goodwill is tested for impairment annually by calculating the recoverable amount of the cash-generating unit to which the goodwill is attributed, regardless of whether there are indications of a decrease in value or not.

Impairment is recognized at the amount by which the carrying amount of the asset exceeds its recoverable amount. A recoverable amount comprises of the higher of fair value less costs of disposal and a value in use, which constitutes an internally generated value based on future cash flows. When determining impairment requirements, assets are grouped at the lowest level where cash inflows that are largely independent exist (cash-generating units). When impairment is identified for a cash-generating unit or group of units, the impairment amount is primarily allocated to goodwill. Other assets in the unit, or group of units, are subsequently proportionally impaired.

When calculating value in use, future cash flows are discounted at a discount rate that considers risk-free interest and risk related to the specific asset. An impairment is recognized in the statement of profit or loss.

Impairment of goodwill is never reversed.

SIGNIFICANT ESTIMATES AND ASSUMPTIONS

Coffee Stain evaluates goodwill for impairment needs at least annually and whenever there are indications that the goodwill is impaired. Evaluations are performed as part of the impairment tests and are based on estimates and assumptions. The critical assumptions underlying these judgments are growth rate, free cash flow and discount rates. Other estimates than those made by management may result in different result and a different financial position.

To determine whether the value of goodwill has decreased, the cash-generating units to which goodwill is attributed are measured which is done by discounting the cash-generating units' cash flows. In applying this approach, Coffee Stain relies on historical statistics and other assumptions, including results achieved, business plans, financial forecasts, and market data. Changes in the conditions for these assumptions and estimates could have a material effect on the value of goodwill. Impairment testing of the Group's goodwill is described below.

<i>Accumulated cost</i>	31/03/2026	31/03/2025
Opening balance	2,019	2,098
Foreign exchange effects	9	-79
Closing balance	2,028	2,019

IMPAIRMENT TESTING OF GOODWILL

The Group performs impairment test at least annually, or when events or circumstances indicate that the carrying amount may not be recoverable. Impairment test of goodwill are performed at the lowest levels where there are independent cash flows (cash generating units), which for Coffee Stain is assessed to be the entire Group.

To determine whether goodwill is impaired, the recoverable amount of the cash-generating units (CGUs) to which the goodwill relates are measured. The valuation is performed by calculating the value in use, which is based on a discounted cash flow model with a forecast period of five years followed by an extrapolation of the cash flow for the years beyond the forecast as goodwill has an indefinite lifetime.

Material assumptions used to calculate values in use:

- > Forecast operating margin.
- > Growth rate for extrapolating cash flows beyond the forecast period.
- > Discount rate after tax used for estimated future cash flows

The material assumptions mentioned above and described below reflect past experiences, current and future situation as well as external information. Expected operating margins are based on management's overall assessment of historic profitability levels, current strategic decisions, general market conditions and trends as well as other available information. Climate based risks has been considered to the extent that they could be estimated. A growth rate of 2.5% (2.5%) has been applied to extrapolate cash flows beyond the forecast period. This growth rate is considered to be a conservative estimate. The need for capital expenditures and working capital beyond the forecast period is deemed to increase approximately as the expected growth. Forecasted cash flows are discounted to present value applying a weighted average cost of capital (WACC). A discount rate after tax has been used in calculating value in use. The difference in value compared with using a discount rate before tax is not deemed to be material. The applied discount rate after tax amount to 13,25% (14.1%).

SENSITIVITY ANALYSIS

The sensitivity of the calculations indicates that the total carrying amount of goodwill would be maintained even if the after-tax discount rate were to increase by 0.5 percentage points while the long-term growth rate were to

decrease by 0.5 percentage points. If the after-tax discount rate were to increase by 1 percentage point the result would still not indicate a need for impairment. Further, goodwill would not be impaired if the operating margin before interest, taxes, depreciation and amortization were to decrease by 2 percentage points during the forecast period and the period thereafter.

These calculations are hypothetical and should not be taken as an indication that these factors are more or less likely to change.

These calculations do not take into account incentives and measures that would be implemented if actual cash flows differ negatively from projected cash flows.

The sensitivity analysis should therefore be interpreted with great caution.

NOTE 12 INTANGIBLE ASSETS

IP-rights are measured at fair value at the acquisition date and subsequently carried at cost less accumulated amortization and any accumulated impairment losses. Completed development projects as well as Other intangible assets are recognized at cost less accumulated amortization and any accumulated impairments.

MATERIAL ACCOUNTING PRINCIPLES

Amortization methods

Completed development projects are amortized using the declining balance method, i.e. a decreasing expense over the useful life. IP-rights and other intangible assets are amortized on a straight-line basis over its estimated useful life. The useful life is reassessed at the end of each reporting period and adjusted as needed. When determining the amortizable amount of the asset, the residual value of the asset is considered where applicable. Intangible assets with a finite useful life are amortized from the date they are available for use.

The estimated useful lives of material intangible assets are as follows:

- > Completed game development projects 2 years
- Depreciation of finished game development projects – degressive depreciation over two years. 1/3 depreciation during month 1 to 3 following release, 1/3 depreciation in month 4 to 12 following release and the remaining 1/3 in month 13 to 24 following release.

- > IP-rights 5-7 years
- > Other intangible assets 5 years

SIGNIFICANT ESTIMATES AND ASSUMPTIONS

Capitalization of development expenditure

The Group capitalizes certain development expenditures as intangible assets in the statement of financial position, primarily relating to game development. Capitalization of development expenditure is based, among other things, on the assessment that future economic benefits will be generated by the asset and that it is technically possible to complete the asset. The Group must make significant assessments regarding the timing of capitalization. The Group's expenditures related to game development are capitalized when games are technologically sufficient to enable evaluation of their commercial potential. The judgement of commercial ability and returns is based on experience from previous games. Development not yet completed and where amortization therefore has not started (since the game is not ready for use), is subject to annual impairment tests. The most important underlying assumption of these estimates may alter, and accordingly, have an impact on the Group's performance and financial position.

As of 31 March 2026, the assessment is that the carrying amount of these assets does not exceed their fair value.

<i>Accumulated cost</i>	Projects in progress	Acquired and completed development projects	IP rights	Other intangible assets	Total intangible assets
As of 1 April 2024	252	443	1,247	11	1,954
Investments for the year	227	—	—	—	227
Reclassifications	13	—	—	—	13
Foreign exchange effects	-8	-6	-10	—	-24
Transferred from projects in progress to completed development projects	-155	155	—	—	—
As of 31 March 2025	329	592	1,237	11	2,169
Investments for the year	169	173	—	—	342
Sales/disposals	-20	—	—	—	-20
Reclassifications	-12	—	—	—	-12
Foreign exchange effects	1	1	1	—	3
Transferred from projects in progress to completed development projects	-136	136	—	—	—
As of 31 March 2026	332	902	1,238	11	2,483

	Projects in progress	Acquired and completed development projects	IP rights	Other intangible assets	Total intangible assets
<i>Accumulated amortization</i>					
As of 1 April 2024	—	-336	-520	-9	-865
Amortization for the year	—	-156	-159	-2	-316
Foreign exchange effects	—	5	7	—	12
As of 31 March 2025	—	-487	-672	-11	-1,170
Amortization for the year	—	-203	-156	-1	-360
Foreign exchange effects	—	-1	-1	—	-1
As of 31 March 2026	—	-691	-829	-11	-1,531

	Projects in progress	Acquired and completed development projects	IP rights	Other intangible assets	Total intangible assets
<i>Accumulated impairment</i>					
As of 1 April 2024	—	-1	—	—	-1
Impairment	-72	-9	—	—	-81
Reclassifications	—	—	—	—	—
Foreign exchange effects	—	—	—	—	—
As of 31 March 2025	-72	-10	—	—	-82
Impairment	-37	—	—	—	-37
Sales/disposals	20	—	—	—	20
Reclassifications	—	—	—	—	0
Foreign exchange effects	—	—	—	—	0
As of 31 March 2026	-90	-10	—	—	-100

	Projects in progress	Acquired and completed development projects	IP rights	Other intangible assets	Total intangible assets
Opening balance at 1 April 2024	252	105	728	3	1,088
Closing balance at 31 March 2025	256	95	565	1	918
Closing balance at 31 March 2026	242	201	409	0	852

Internally generated intangible assets

In Coffee Stain, internally generated intangible assets pertain primarily to game development. The costs that are capitalized in game development projects include costs for direct salaries, consultant fees and other to the project directly attributable costs. All other costs that do not meet the criteria for capitalization are expensed in profit or loss as incurred.

IP-rights

IP-rights have been acquired in business combinations and refers to rights attributable to the Group's game products, such as a game's software or title.

IMPAIRMENT TESTING

Impairment testing is performed annually for ongoing development projects and when an impairment indicator is identified for completed intangible assets with a defined useful life. The value of the asset as of the balance sheet date is compared with discounted cash flows over the asset's expected useful life. Material assumptions are primarily discount rate, estimated profit margin and requirement for capital expenditures.

NOTE 13 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are recognized in the Group at cost less accumulated depreciation and any impairment losses.

MATERIAL ACCOUNTING PRINCIPLES

Depreciation methods

Depreciation is recognized on a straight-line basis over the estimated useful life of the asset or component. The estimated useful lives of material items of property, plant and equipment are as follows:

- > Equipment, tools, fixtures and fittings 3-14 years

Leasehold improvements are depreciated over the shorter of its useful life and the lease term, if the Group does not expect to use the assets after the end of the lease term.

<i>Accumulated cost</i>	Equipment, tools, fixtures and fittings	Leasehold improvements	Total property, plant and equipment
As of 1 April 2024	30	0	30
Investments for the year	3	5	7
Sales/disposals	0	—	0
Reclassifications	-1	1	—
Foreign exchange effects	0	0	0
As of 31 March 2025	31	5	36
Investments for the year	1	0	1
Sales/disposals	0	0	0
Foreign exchange effects	0	0	0
As of 31 March 2026	32	5	37

<i>Accumulated depreciation</i>	Equipment, tools, fixtures and fittings	Leasehold improvements	Total property, plant and equipment
As of 1 April 2024	-13	0	-13
Depreciation	-6	-1	-6
Reclassifications	1	-1	—
Foreign exchange effects	0	0	0
As of 31 March 2025	-17	-1	-18
Depreciation	-5	-1	-6
Sales/disposals	0	0	0
Foreign exchange effects	0	0	0
As of 31 March 2026	-22	-2	-24

<i>Accumulated impairment</i>	Equipment, tools, fixtures and fittings	Leasehold improvements	Total property, plant and equipment
As of 1 April 2024	-1	—	-1
As of 31 March 2025	-1	—	-1
Impairment	—	—	—
Sales/disposals	—	—	—
Reclassifications	—	—	—
Foreign exchange effects	—	—	—
As of 31 March 2026	-1	—	-1

	Equipment, tools, fixtures and fittings	Leasehold improvements	Total property, plant and equipment
Opening balance at 1 April 2024	17	0	17
Closing balance at 31 March 2025	13	4	17
Closing balance at 31 March 2026	9	3	12

NOTE 14 LEASES

MATERIAL ACCOUNTING PRINCIPLES

Right-of-use assets

The Group's right-of-use assets consist of rental premises. Right-of-use assets are measured at cost less accumulated depreciation and any impairment losses and adjusted for remeasurements of the lease liability. Provided that Coffee Stain is not reasonably certain that the ownership of the underlying asset will be assumed upon expiration of the lease, the right-of-use asset is depreciated on a straight-line basis over the shorter of the lease term and the useful life.

For leases that have a lease term of 12 months or less or with a low-value asset, no right-of-use asset or lease liability is recognized. Lease payments for these leases are recognized as an expense on a straight line basis over the lease term.

Coffee Stain presents one class of underlying assets: Premises. All office equipment are considered to be leases where the underlying asset is of low value. The following table presents the Group's opening and closing balances regarding right-of-use assets and lease liabilities, as well as the changes during the year.

	Right-of-use assets	
	Premises	Lease liabilities
Opening balance at 1 of April 2024	26	25
Additional/terminated agreements net	17	15
Depreciation	-19	—
Interest expense	—	1
Lease payments	—	-17
Foreign exchange effects	0	0
Closing balance at 31 of March 2025	24	24
Additional/terminated agreements net	0	0
Depreciation	-18	—
Remeasurement of leases	17	17
Interest expense	—	1
Lease payments	—	-20
Impairment	-3	—
Foreign exchange effects	0	0
Closing balance at 31 of March 2026	20	22

Of the net value for Additional/terminated agreements of SEK 0 million (17), additional agreements is SEK 0 million (17).

The amounts recognized in the consolidated statement of profit or loss for the year attributable to leasing activities are presented below:

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Expenses relating to short-term leases	—	—
Expenses relating to leases of low-value assets (part of other external expenses)	—	—
Depreciation expense of right-of-use assets	-18	-19
Interest expenses on lease liabilities	-1	-1
Impairment expense of right-of-use assets (part of other operating expenses)	-3	0
Total	-22	-20

Coffee Stain reports a cash outflow attributable to lease agreements amounting to SEK -20 million (-17). For a maturity analysis of the Group's lease liabilities, see [note 18](#) Financial risks.

NOTE 15 INVESTMENTS IN ASSOCIATES

Accounting policy

Associates are entities over which the Group has significant influence, but not control or joint control. Significant influence is generally presumed to exist when the Group holds, directly or indirectly, 20 percent or more of the voting power of the investee.

Investments in associates are accounted for using the equity method. The investment is initially recognized at cost and subsequently adjusted for the Group's share of the associate's profit or loss and other comprehensive income after the acquisition date. Dividends received reduce the carrying amount of the investment. The carrying amount is tested for impairment when there is an indication of impairment.

Below are the Group's associates as of 31 March 2026. Companies listed below have share capital consisting of shares which are owned directly by the Group. The share of equity is the same as the share of votes unless otherwise stated below.

Company	Reg.no	Country of incorporation and business	Share of equity (%)		Nature of the entity's relationship	Valuation method
			31/03/2026	31/03/2025		
Iron Gate AB	559203-4820	Sweden	30 %	30 %	Associated company	Equity method
Ugly Duckling ApS	42566276	Denmark	30 %	30 %	Associated company	Equity method
Guidelight Games ApS	43916505	Denmark	30 %	— %	Associated company	Equity method

All associates are game development studios.

Company	Carrying amount	
	31/03/2026	31/03/2025
Iron Gate AB	244	239
Other companies	3	4
Total investments accounted for according to the equity method	247	243

Share of profit of associates amounts to SEK 3 million (9).

The following table present summarized financial information for Coffee Stain Group's material associated company:

Income statement	Iron Gate AB	
	31/03/2026	31/03/2025
Net sales	71	81
Operating income	50	46
Income for the period	20	41
Other comprehensive income	0	0
Total comprehensive income	20	41

Balance sheet	Iron Gate AB	
	31/03/2026	31/03/2025
Non-current assets	588	455
Current assets	231	349
Total assets	819	804
Equity	810	794
Untaxed reserves	1	0
Current liabilities	8	10
Total equity and liabilities	819	804
Equity interest	30 %	30 %
Equity attributable to Coffee Stain	243	238
Goodwill	1	1
Carrying amount of equity method investment	244	239

NOTE 16 FINANCIAL INSTRUMENTS

MATERIAL ACCOUNTING PRINCIPLES

Recognition and derecognition

Financial assets and liabilities are recognized when the Group becomes a party under the contractual terms of the instrument. A financial asset is derecognized from the statement of financial position (fully or partially) when the rights in the contract have been realized or matured, or when the Group no longer has control over it. A financial liability is derecognized from the statement of financial position (fully or partially) when the obligation of the agreement is discharged or otherwise expires. Financial assets and financial liabilities are offset, and the net amount is reported in the consolidated statement of financial position if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to either settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

Classification and measurement

Financial assets

Financial assets are classified at amortized cost if they are held under a business model whose objective is to collect contractual cash flows that are solely payments of principal and interest on the principal amount. At initial recognition, financial assets at amortized cost are measured at fair value including transaction costs. After initial recognition, the assets are measured at amortized cost using the effective interest rate method. The assets are subject to impairment for expected credit losses.

Financial liabilities

Financial liabilities measured at fair value through consolidated statement of profit or loss include the Group's contingent considerations. Contingent considerations are remeasured each reporting period and the changes in fair value are recognized in the consolidated statement of profit or loss.

SIGNIFICANT ESTIMATES AND ASSUMPTIONS

For certain business combinations, Coffee Stain has agreed to pay contingent consideration as a part of the total consideration. Contingent consideration is recognized at fair value at the acquisition date. If a contingent consideration is classified as a financial liability, it is remeasured each reporting period and changes in fair value are recognized in the consolidated statement of profit or loss under financial net. According to management, the current evaluation provides a relevant assessment of the Group's financial situation for the actual periods.

Measurement of financial assets and liabilities as of March 31, 2026

Financial assets	Financial instruments measured at fair value through profit or loss	Financial instruments measured at amortized cost	Total Carrying amount
Other non-current receivables	—	6	6
Trade receivables	—	149	149
Other current receivables	—	28	28
Cash and cash equivalents	—	620	620
Total	—	803	803

Financial liabilities	Financial instruments measured at fair value through profit or loss	Financial instruments measured at amortized cost	Total Carrying amount
Trade payables	—	33	33
Contingent considerations	32	—	32
Liabilities to employees related to historical acquisitions	8	—	8
Other current liabilities	—	13	13
Accrued expenses	—	104	104
Total	40	150	190

NOTE 16 CONTINUED

Measurement of financial assets and liabilities as of March 31, 2025

Financial assets	Financial instruments measured at fair value through profit or loss	Financial instruments measured at amortized cost	Total Carrying amount
Other non-current receivables	7	7	14
Trade receivables	—	188	188
Other current receivables	—	42	42
Cash and cash equivalents	—	472	472
Total	7	710	717

Financial liabilities	Financial instruments measured at fair value through profit or loss	Financial instruments measured at amortized cost	Total Carrying amount
Trade payables	—	59	59
Contract liabilities	—	7	7
Contingent considerations	53	—	53
Liabilities to employees related to historical acquisitions	9	—	9
Liabilities to owners	—	2,056	2,056
Other current liabilities	—	6	6
Accrued expenses	—	141	141
Total	62	2,269	2,331

CURRENT RECEIVABLES AND LIABILITIES

For current receivables and liabilities, such as trade receivables, lease liabilities and trade payables, the carrying amount is considered to be a fair approximation of the fair value.

The Group has no financial assets or liabilities that are offset in the accounts or that are subject to legally binding netting agreements. The maximum credit risk of the assets comprise the net amount of the carrying amounts in the tables above. The Group did not receive any pledged assets for the financial assets.

FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The table below presents financial instruments measured at fair value based on the classification in the fair value hierarchy. The different levels are defined as follows:

Level 1 - Quoted (unadjusted) market prices for identical assets or liabilities in active markets.

Level 2 - Inputs other than quoted prices in level 1 that are observable for the asset or liability, either directly (i.e. price quotations) or indirectly (i.e. derived from price quotations).

Level 3 - Input data for the asset or liability which is not based on observable market data (i.e. unobservable input data).

CONTINGENT CONSIDERATION

The fair value of contingent considerations have been calculated based on expected outcome of financial and operational targets for each individual agreement. The estimated expected settlement will vary over time depending on, among other things, the degree of fulfillment of the conditions for the contingent considerations and the interest rate environment.

Contingent considerations classified as financial liabilities are measured at fair value by discounting expected cash flows at a risk-adjusted discount rate of 2%-9%. Measurement is therefore in accordance with Level 3 in the fair value hierarchy. Significant unobservable input data consists of forecasted turnover and a risk-adjusted discount rate as well operational targets.

Contingent considerations	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Opening balance	53	66
Change in fair value recognized in consolidated statement of profit or loss	-3	-13
Other	-18	—
Closing balance	32	53

Other refers to the assumption of contingent consideration liability by Embracer Group.

NOTE 16 CONTINUED

Changes in fair value of contingent considerations amounted to SEK -3 million (-13) and are included in the net financial items in the consolidated statement of profit or loss.

As of March 31, 2026, the contingent consideration is expected to be settled in cash.

LIABILITIES TO EMPLOYEES RELATED TO HISTORICAL ACQUISITIONS

Non-current liabilities to employees related to historical acquisitions refers to part of the purchase price in historical acquisitions which according to IFRS is classified as personnel debt.

Liabilities to employees related to acquisitions	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Opening balance	9	27
Accrual of personnel cost in consolidated statement of profit or loss	2	-18
Payment - cash after the acquisition day	-3	0
Change in fair value recognized in consolidated statement of profit or loss	0	0
Closing balance	8	9

Current liability amounts to SEK 3 million (0).

As at 31 March, 2026, the Group's non-current liabilities to employees related to historical acquisitions will be settled in cash.

NOTE 17 NON-CURRENT FINANCIAL ASSETS

	31/03/2026	31/03/2025
Non-current external receivables	2	7
Securities holding	3	7
Carrying amount	6	14
Accumulated cost	31/03/2026	31/03/2025
At the beginning of year	14	33
Investments for the year	—	0
Sales for the year	—	-6
Reclassification	12	-12
Loan	1	3
Repayment	0	-2
Impairment	-21	0
Foreign exchange effects	0	-1
Carrying amount at end of year	6	14

NOTE 18 FINANCIAL RISKS

The Group's earnings, financial position and cash flow are impacted by both changes in the business environment and by the Group's own actions. The objective of risk-management activities is to define and analyze the risks faced by the entity and, as far as possible, prevent and limit any negative effects.

Through its operations, the Group is exposed to different types of financial risks: credit risk, market risk (interest-rate risk, currency risk and other price risk) as well as liquidity risk and refinancing risk. The Board is ultimately responsible for the Group's risk activities, including financial risks. Risk activities include identifying, assessing and evaluating the risks faced by the Group. Priority is assigned to the risks that are estimated to have the greatest negative impact on the Group, based on an overall assessment of potential effect, probability and consequences. The Group's overall aim for financial risks is to manage financial exposures to reduce volatility in the statement of profit or loss and the statement of financial position, protect future cash flows and values of financial assets, optimize and secure funding as well as taking advantage of economies of scale.

CREDIT RISK

Credit risk is the risk that the Group's counterparty in a financial instrument is unable to fulfil its obligations and thus causes a financial loss for the Group. The Group's credit risk primarily arises through receivables from customers and investing cash and cash equivalents. At each reporting date, the Group evaluates the credit risk of existing exposures, considering forward-looking factors.

The financial assets for which the Group has made loss allowances for expected credit losses are presented below. In addition to the assets below, the Group also monitors its loss allowance requirements for other financial instruments. In situations where the amounts are not deemed to be immaterial, loss allowances are also made for these financial instruments.

Credit risk in trade receivables (simplified approach for credit risk provision)

Credit risk for the Group is primarily attributable to trade receivables and Coffee Stain's aim is to continuously monitor this credit risk. The Group's customers primarily comprise of digital retailers. The Group has established guidelines to ensure that products are sold to customers with a suitable credit background. Payment terms are normally between 30 - 45 days. Historical credit losses amounts to insignificant amounts in relation to the Group's turnover.

The Group applies the simplified approach to recognizing expected credit losses on trade receivables. This means that reserves for expected credit losses are recognized for the full lifetime, which is expected to be less than one year for all receivables. The Group applies a rating-based method for calculating expected credit losses based on probability of default, loss given default and exposure at default. When an external credit rating is not available for the counterparty, an internal assessment of the counterparty's credit rating is performed based on the Group's previous experience of the customer and other available information. Individual assessments are made for individually material receivables, which take into account past, current and forward-looking information. Collective assessments are made for individually immaterial receivables. The Group writes off a receivable when there is no longer any expectation of receiving

payment and when active measures to obtain payment have been discontinued.

Age analysis of trade receivables	31/03/2026	31/03/2025
Trade receivables not yet due, excluding impairment	2	17
Past due trade receivables, excluding impairment		
1-60 days	2	1
61-120 days	0	10
>120 days	19	21
Total	23	50
Accrued income	136	149
Loss allowance for expected credit losses	-10	-10
Carrying amount	149	188

The credit quality of receivables that are not more than 90 days past due is considered to be good, based on historically low bad debts and taking into account forward-looking factors. The value of written-off receivables still under recovery actions amounts to SEK 10 million (10).

Expected credit losses for trade receivables and contract assets (simplified approach)	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Opening balance	-10	—
Impairment	—	-10
Closing balance	-10	-10

Age analysis of Expected credit losses for trade receivables and contract assets	31/03/2026	31/03/2025
Past due trade receivables, impairment		
1-60 day	—	-10
61-120 days	—	—
>120 days	-10	—
Total	-10	-10

Current investments and cash and cash equivalents

The Group's credit risk also pertains to cash and cash equivalents and investment of surplus liquidity. Coffee Stain's aim is to continuously monitor credit risk attributable to deposits and investments. The Group shall reduce the Credit & Counterparty risk by conducting business with financial counterparties that holds a credit rating of minimum single A- long term credit rating as defined by S&P Global or equivalent from at least two rating agencies. Currently Coffee Stain Group has a small number of accounts in acquired companies where they work to achieve the objective.

Loss allowances for expected credit losses (general method)

For other items subject to expected credit losses, an impairment method with three stages is applied. Initially, and as of each reporting date, a loss allowance is recognized for the next 12 months, alternatively for a shorter period of time depending on the remaining life (stage 1). If there has been a significant increase in credit risk since initial recognition, resulting in a rating below

NOTE 18 CONTINUED

investment grade, a loss allowance is recognized for the asset's remaining life (stage 2). For assets deemed to be credit impaired, loss allowances are still reserved for lifetime expected credit losses (stage 3). For credit-impaired assets and receivables, the calculation of interest income is based on the asset's carrying amount, net of loss allowance, as opposed to the gross amount in previous stages. The Group's assets covered of provision for expected credit losses according to the general method essentially refers to bank deposits

The Group applies a rating-based method for assessment of expected credit losses based on the probability of default, expected loss given default and exposure at default. Assessment is made per counterparty. The Group has defined default as when payment of a receivable is 120 days or more past due, or if other factors indicate default. The Group has assessed that there has been no significant increase of credit risk at the end of the reporting period for any receivable. Such an assessment is based on whether payment is 60 days or more past due, or if there is a significant deterioration in the rating, resulting in a rating below investment grade. Individual assessments are made for credit-impaired assets and receivables, which take into account past, current and forward-looking information. The valuation of expected credit losses takes into account any collateral and other credit enhancements in the form of guarantees.

The financial assets are recognized at amortized cost in the statement of financial position, i.e. net of gross amount and loss allowance. Changes in the loss allowance are recognized in profit or loss under "Other external expenses".

Credit risk exposure and credit risk concentration

The Group's credit risk exposure consists of trade receivables and cash and cash equivalents. The Group's

liquid funds of SEK 620 million are held with Nordea Bank Abp, which has credit ratings in the range of AA-/Aa2. The Group therefore assesses the credit risk related to liquid funds as low. The Group's trade receivables are distributed over a large number of different customers. There has been no significant increase in credit risk for any of the Group's financial assets.

MARKET RISK

Market risk is the risk that the fair value of, or future cash flows from, a financial instrument will vary due to changes in market prices. According to IFRS, market risks comprises three types of risks: currency risk, interest rate risk and other price risk. The market risks that primarily impact the Group are currency risk.

CURRENCY RISK

Currency risk is the risk that the fair value of, or future cash flows from, a financial instrument will vary due to changes in foreign exchange rates. Currency risk relates to the translation of assets and liabilities in foreign currency into the functional currency of the Group companies, known as translation exposure. A substantial part of the Group's sales also in foreign currencies, so-called transaction exposure. In addition to these direct exposures, the Group is also subject to indirect currency effects on operating income through its platforms. As platform revenues are generated in a variety of currencies, the Group benefits from a natural diversification effect. Consequently, negative movements in individual exchange rates are partly offset by revenues and collections in other currencies, thereby mitigating the overall impact of foreign exchange fluctuations on the Group's financial performance.

Currency exposure (%)	01/04/2025 - 31/03/2026		01/04/2024 - 31/03/2025	
	Operating income	Operating expenses	Operating income	Operating expenses
USD	95 %	12 %	95 %	2 %
EUR	4 %	26 %	4 %	11 %
Other currencies	1 %	62 %	1 %	87 %

Sensitivity - Exchange rate fluctuations against the Swedish krona	01/04/2025 - 31/03/2026		01/04/2024 - 31/03/2025	
	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity
EUR - 10%	2	0	9	0
USD - 10%	-89	0	-102	0

LIQUIDITY RISK AND REFINANCING RISK

Liquidity risk is the risk that an entity will have difficulty in fulfilling obligations related to financial liabilities settled with cash or other financial assets. The Group's operations are essentially financed through equity. The Group manages the liquidity risk by continuously monitoring the

operations and by maintaining cash pools for the currencies where financial synergies can be achieved. The risk is mitigated by the Group's liquidity reserves, which are immediately available. The Group regularly forecasts future cash flows based on different scenarios to ensure that financing takes place in due time.

NOTE 18 CONTINUED

Maturity analysis	31/03/2026				Total
	<1 year	1-3 years	3-5 years	>5 years	
Contingent considerations	12	21	—	—	33
Lease liabilities	16	6	—	—	22
Trade payables	33	—	—	—	33
Accrued expenses	104	—	—	—	104
Other current liabilities	13	—	—	—	13
Total	178	28	—	—	205

Maturity analysis	31/03/2025				Total
	<1 year	1-3 years	3-5 years	>5 years	
Contingent considerations	28	25	—	—	53
Lease liabilities	14	9	—	—	24
Trade payables	59	—	—	—	59
Accrued expenses	141	—	—	—	141
Other current liabilities	6	—	—	—	6
Total	248	34	—	—	282

NOTE 19 PREPAID EXPENSES

	31/03/2026	31/03/2025
Prepaid rental expenses	6	6
Other prepaid expenses	5	3
Carrying amount	11	9

Prepaid expenses refer to costs that has been accrued and are attributable to a later period.

NOTE 20 GROUP COMPANIES

The Parent Company's, Coffee Stain Group AB, holdings in direct and indirect subsidiaries included in the consolidated financial statements are presented in the following table:

Company	Corp. Reg. No.	Registered office	Country	Share of equity/votes	
				31/03/2026	31/03/2025*
Coffee Stain Group AB	559280-0014	Karlstad	Sweden	Parent Company	Parent Company
Coffee Stain Holding AB	556995-0180	Skövde	Sweden	100 %	100 %
Coffee Stain North AB	556950-9960	Stockholm	Sweden	100 %	100 %
Coffee Stain Publishing AB	559073-7069	Skövde	Sweden	100 %	100 %
Coffee Stain Studios AB	556821-8225	Skövde	Sweden	100 %	100 %
Coffee Stain Gbg AB	559105-9208	Skövde	Sweden	100 %	100 %
Easy Trigger AB	559076-4543	Trollhättan	Sweden	100 %	100 %
Mediocre AB	556852-0604	Malmö	Sweden	100 %	100 %
Box Dragon AB	559219-7668	Gothenburg	Sweden	70 %	70 %
Lavapotion AB	559087-8954	Gothenburg	Sweden	60 %	60 %
GhostShip Holding ApS	37864005	Copenhagen	Denmark	100 %	100 %
Ghost Ship Games ApS	37989819	Copenhagen	Denmark	100 %	100 %
Ghost Ship Publishing ApS	44471248	Copenhagen	Denmark	100 %	100 %
A Creative Endeavor AB	556895-1221	Gothenburg	Sweden	100 %	— %
Frame Break AB	559241-9278	Skövde	Sweden	100 %	— %
Invisible Walls Aps	38999524	Copenhagen	Denmark	100 %	— %
Tuxedo Labs AB	559219-0259	Malmö	Sweden	100 %	— %
Kavalri Games AB	559164-5089	Stockholm	Sweden	61 %	— %

*See [Note 1](#) "Basis for preparation"

NOTE 21 EQUITY

SHARE CAPITAL

On September 30, 2025, the share capital was changed in preparation for the separate listing of Coffee Stain and the 250 shares were split: 10 shares become 9,000,000 "A shares" (10 voting rights) and 240 shares become 216,119,707 "B shares" (1 voting right). The company increased the share capital by SEK 475,000 to SEK 500,000 through a bonus issue without issuance of shares by transferring non-restricted equity (i.e. retained earnings).

On November 30, 2025, the company carried out an additional bonus issue increasing share capital by SEK 17,775 to SEK 517,775. Simultaneously, the company's share capital was decreased by SEK 4,420 to SEK 513,354 through a share redemption by retirement of 1,922,036 B shares. Through the bonus issue, the Group did not require permission from the Swedish Companies Registration Office or the general court when resolving on the share redemption.

On December 11, 2025, class B shares of the company were listed at Nasdaq First North Premier Growth Market in Stockholm.

As of 31 March, 2026, the share capital amounted to SEK 513.354.

	Ordinary shares	Class A shares	Class B shares	Number of shares at closing
Number of shares outstanding as of 1 April 2024	250	—	—	250
Number of shares outstanding as of 31 March 2025	250	—	—	250
Reclassification of ordinary shares to introduce two shares classes and share split	-250	9,000,000	216,119,707	
Reduction of share capital with redemption of shares			-1,922,036	
Number of shares outstanding as of 31 March 2026	—	9,000,000	214,197,671	223,197,671

RESERVES

Translation reserve

The Group's translation reserve includes all exchange differences arising from the translation of the financial statements of foreign operations that have prepared their financial statements in a functional currency other than the currency in which the Group's financial statements are presented. The Group presents its financial statements in Swedish kronor. Accumulated translation differences are recognized in profit or loss when a disposal of the foreign operation is closed. As of March 31, 2026 the reserve amounts to SEK 99 million (100).

	Currency translation reserve
Opening balance at 1 of April 2024	192
Change during the year	-92
Closing balance at 31 of March 2025	100
Change during the year	-1
Closing balance at 31 of March 2026	99

NOTE 22 ACCRUED EXPENSES

	31/03/2026	31/03/2025
Accrued personnel expenses	37	39
Accrued royalties/commission	34	25
Audit and consulting expenses	24	11
Accrued interest expenses	0	13
Other items	9	52
Carrying amount	104	141

NOTE 23 CASH FLOW STATEMENT

Components of cash and cash equivalents	31/03/2026	31/03/2025
Bank deposit	620	472
Carrying amount	620	472

NOTE 23 CONTINUED

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Adjustment for items not affecting cash flow		
Depreciation, amortization and impairment	422	432
Share of profit of an associate	-3	-9
Financial expenses/income	49	72
Personnel cost related to acquisitions	2	0
Change in fair value contingent consideration	-3	-13
Other non-cash items	4	-8
Total	471	475

Changes in liabilities attributable to financing activities	01/04/2025	Financing cash flows	Exchange differences	New and amended lease agreements	Other*	31/03/2026
Liabilities to owners	2,056	-119	0	—	-1,937	—
Lease liabilities	24	-20	1	17	—	22
Total liabilities attributable to financing activities	2,080	-139	1	17	-1,937	22

Changes in liabilities attributable to financing activities	01/04/2024	Financing cash flows	Exchange differences	New and amended lease agreements	Other	31/03/2025
Liabilities to owners	2,096	-439	-3	—	402	2,056
Lease liabilities	25	-17	1	15	0	24
Total liabilities attributable to financing activities	2,121	-456	-2	15	402	2,080

*Other refers to non-cash settlements of liability to owners

NOTE 24 RELATED PARTY TRANSACTIONS

A list of the Group's subsidiaries, which also are related parties to the Parent Company, is found in [note 20](#) Group companies. All transactions between Coffee Stain Group AB and its subsidiaries have been eliminated in the consolidated financial statements.

For information regarding remuneration of senior executives, see [note 6](#) Employees and personnel expenses. Other related party transactions comprise transactions with Embracer Group AB, which was the Group's parent company during the historical periods presented and during part of the current financial year.

Related party transaction	Related party	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Management fee	Embracer Group AB	-3	-3
Interest income	Embracer Group AB	6	16
Interest costs	Embracer Group AB	-27	-55
		-24	-42

As of the closing date, there were SEK 0 million (SEK 2,022 million as per 31 of March 2025) in unsettled debt to related parties.

NOTE 25 MATERIAL EVENTS AFTER THE END OF THE FINANCIAL YEAR

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

PARENT COMPANY'S INCOME STATEMENT

Amounts in SEK m	Note	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Net sales		9	3
Other operating income		0	—
Total operating income		9	3
Operating expenses			
Other external expenses	P2, P4	-39	-3
Personnel expenses	P3	-12	—
Other operating expenses		0	0
Total operating expenses		-50	-3
Operating profit/loss		-41	0
Profit/loss from financial items			
Result from participations in group companies	P5	37	93
Other interest income and similar income		5	2
Interest expense and similar expense		-30	-54
Profit after financial items		-29	41
Appropriations			
Appropriations	P6	209	0
Profit before tax		180	41
Income tax	P7	-31	—
Net profit for the period		149	41

Net profit for the period in the Parent Company corresponds to the periods comprehensive income.

PARENT COMPANY'S BALANCE SHEET

Amounts in SEK m	Note	31/03/2026	31/03/2025
ASSETS			
Non-current assets			
Financial assets			
Shares in group companies	P8	2,363	1,843
Receivables from group companies	P9	54	54
Total financial assets		2,417	1,897
Total non-current assets		2,417	1,897
Current assets			
Receivables from group companies	P9	215	0
Other receivables	P10, P11	1	0
Prepaid expenses and accrued income	P10, P11	2	—
		218	0
Cash and cash equivalents			
Cash and cash equivalents	P10, P16	592	0
		592	0
Total current assets		810	0
TOTAL ASSETS		3,228	1,897

PARENT COMPANY'S BALANCE SHEET

CONTINUED

Amounts in SEK m	Note	31/03/2026	31/03/2025
EQUITY AND LIABILITIES			
Equity			
Share capital	P12	1	0
Restricted equity		1	0
Retained earnings		2,638	218
Net profit for the period		149	41
Unrestricted equity		2,787	260
Total equity		2,788	260
Non-current liabilities			
Provisions	P13	11	
Liabilities to group companies		—	1,614
Total non-current liabilities		11	1,614
Current liabilities			
Trade payables	P10, P14	1	—
Liabilities to group companies	P10, P14, P17	380	24
Tax liabilities		31	—
Provisions	P13	11	
Other current liabilities	P10, P14	1	—
Accrued expenses and prepaid income	P10, P14, P15	6	0
Total current liabilities		429	24
TOTAL EQUITY AND LIABILITIES		3,228	1,897

PARENT COMPANY'S STATEMENT OF CHANGES IN EQUITY

Amounts in SEK m	Restricted equity	Unrestricted equity		Total equity
	Share capital	Retained earnings	Net profit for the year	
Opening balance 01/04/2024	0	94	124	218
Allocation of previous year's net profit	—	124	-124	—
Net profit	—	—	41	41
Other comprehensive income	—	—	—	—
Total comprehensive income	—	—	41	41
Closing balance 31/03/2025	0	218	41	260

Amounts in SEK m	Restricted equity	Unrestricted equity		Total equity
	Share capital	Retained earnings	Net profit for the year	
Opening balance 01/04/2025	0	218	41	260
Allocation of previous year's net profit	—	41	-41	—
Net profit/loss	—	—	149	149
Other comprehensive income	—	—	—	—
Total comprehensive income for the period	-1	259	149	408
<i>Transactions with the owners</i>				
Bonus issue	0	—	—	—
Shareholder contribution	—	2,379	—	2,379
Total	—	2,379	—	2,379
Closing balance 31/03/2026	0	2,638	149	2,788

PARENT COMPANY'S CASH FLOW STATEMENT

Amounts in SEK m	Note	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Operating activities			
Profit before tax		180	41
Adjustment for differences between profit before tax and net cash flow	P16	-222	-41
Income tax paid		0	—
Cash flow from operating activities before changes in working capital		-42	0
Cash flow from changes in working capital			
Change in operating receivables		-2	0
Change in operating liabilities		1	-1
Change in intercompany liabilities		378	—
Cash flow from operating activities		335	-1
Investing activities			
Acquisition of property, plant and equipment		0	—
Repayment of loans to group companies		39	0
Interest received		3	2
Cash flow from investing activities		42	2
Financing activities			
Transactions with owners		267	-41
Received dividend		—	93
Interest paid to owners		—	-52
Shareholder contributions to group companies		-52	—
Cash flow from financing activities		215	-1
Cash flow for the year			
Cash and cash equivalents at the beginning of the year		0	0
Cash and cash equivalents at the end of the year	P21	592	0

PARENT COMPANY NOTES

NOTE P1 THE PARENT COMPANY'S MATERIAL ACCOUNTING PRINCIPLES

GENERAL INFORMATION

The Parent Company, Coffee Stain Group AB (publ), has prepared its financial statements in accordance with the Swedish Annual Accounts Act (Årsredovisningslagen, 1995:1554) and RFR 2 Accounting for Legal Entities. The Parent Company applies IFRS® Accounting Standards (IFRS) as adopted by the EU, with the exemptions and additions set out in RFR 2.

The accounting policies applied by the Parent Company are consistent with those applied in the consolidated financial statements, except where otherwise stated below and where differences arise as a result of limitations in the application of IFRS in legal entities or tax considerations.

INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries are accounted for at cost less any accumulated impairment losses. The cost of the investment includes acquisition-related expenses.

The carrying amount of investments in subsidiaries is reviewed for impairment when there are indications that the value has declined. An impairment loss is recognized when the recoverable amount of the investment is lower than its carrying amount.

REVENUE

The Parent Company primarily operates as a holding company and its income mainly consists of dividends/group contributions from subsidiaries, intercompany management fees and, where applicable, recharged services rendered to group companies.

- Dividends from subsidiaries are recognized as other operating income when the right to receive the dividend has been established.
- Management fees and recharged services are recognized as revenue when the services have been rendered, in accordance with agreed terms and conditions.
- Group contributions received are recognized in accordance with Swedish tax legislation and presented as appropriations.

The Parent Company has no or only limited external sales.

FINANCIAL INSTRUMENTS

The Parent Company applies IFRS 9 Financial Instruments as adopted by the EU, to the extent permitted under RFR 2. Financial assets and liabilities are principally measured at amortized cost.

LEASES

In accordance with RFR 2, the Parent Company applies the exemption from IFRS 16 Leases. Lease payments under operating leases are recognized as expenses on a straight-line basis over the lease term.

INCOME TAXES

Income taxes in the Parent Company are accounted for in accordance with RFR 2. Deferred tax is not recognized on temporary differences related to investments in subsidiaries, as the Parent Company is able to control the timing of the reversal and it is not probable that the temporary differences will reverse in the foreseeable future.

GROUP CONTRIBUTIONS

Group contributions paid and received are recognized as appropriations in the income statement. The tax effect of group contributions is recognized in income tax expense.

NOTE P2 AUDITOR'S FEES

PwC	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Audit assignment	-1	0
Tax advisory services	0	—
Other services	-2	—
Sum	-3	0

Audit assignment refers to the auditor's work on the statutory audit.

NOTE P3 EMPLOYEES, PERSONNEL EXPENSES AND BOARD FEES

	01/04/2025 - 31/03/2026		01/04/2024 - 31/03/2025	
	Average number of employees	of which women, %	Average number of employees	of which women, %
<i>Parent Company</i>				
Sweden	4	51 %	—	— %
Total in Parent Company	4	51 %	0	— %

	31/03/2026		31/03/2025	
	Number at the end of the reporting period	of which women, %	Number at the end of the reporting period	of which women, %
Gender distribution, Board of Directors and senior executives				
Board of Directors	6	33 %	2	— %
Chief Executive Officer and other senior executives	2	— %	—	— %

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Salaries and other remunerations and social security costs, including pension costs		
<i>Parent Company</i>		
Board of Directors, CEO and other senior executives		
Salaries and other remuneration	-6	—
Social security contributions	-2	—
Pension costs	-1	—
Total	-9	—
Other employees		
Salaries and other remuneration	-2	—
Social security contributions	-1	—
Pension costs	0	—
Total	-3	—
Parent Company, total	-12	—

For information on the remuneration of the members of the Board of Directors, CEO and senior executives, see [note 6](#) for the Group.

NOTE P4 OTHER EXTERNAL EXPENSES

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Other external expenses	-6	-3
Costs related to listing on Nasdaq First North Premier Growth Market in Stockholm	-33	—
Total	-39	-3

NOTE P5 PROFIT/LOSS FROM FINANCIAL ITEMS

Result from participations in group companies	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Dividend from subsidiaries	37	93
Total	37	93

Other interest income and similar profit/loss items	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Interest income, group companies	2	2
Interest income, Other	3	—
Exchange rate differences, Others	0	—
Other financial income	0	—
Total	5	2

Interest expense and similar profit/loss items	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Interest expense, group companies	-2	-54
Interest expense, Other	-26	—
Exchange rate differences, group companies	0	—
Other financial expenses	-2	—
Total	-30	-54

NOTE P6 APPROPRIATIONS

Appropriations	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Group contribution received	209	0
Total	209	0

NOTE P7 INCOME TAX

Accounting policy

Income tax comprises current tax and deferred tax. Income tax is recognized in profit or loss, except when it relates to items recognized in other comprehensive income or directly in equity. In such cases, the related tax effect is also recognized in other comprehensive income or directly in equity, respectively.

Current tax is the tax payable or receivable in respect of the taxable profit for the year, calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date, including adjustments to current tax relating to prior periods.

Deferred tax is recognized using the balance sheet liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases. Deferred tax assets are recognized for deductible temporary differences and unused tax losses only to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax is measured at the tax rates expected to apply when the asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Current tax	-31	—
Recognized tax	-31	—
Reconciliation of effective tax rate		
Profit before tax	180	41
Tax at the applicable tax rate for the Parent Company (20.6%)	-37	-8
Tax effect of:		
Non-deductible expenses	0	—
Non-taxable income	0	19
Tax deduction of negative net interest	-1	-11
Non-taxable dividends	8	—
Other	0	—
Recognized tax	-31	0
Effective tax rate	-17%	—%

NOTE P8 INVESTMENTS IN GROUP COMPANIES

	31/03/2026	31/03/2025
Opening balance accumulated cost	1,843	1,843
Acquisitions/shareholder contributions	520	—
Closing balance accumulated cost	2,363	1,843
Impairment of investments in Group companies		
Opening balance accumulated impairments	—	—
Impairment of the year	—	—
Closing balance accumulated impairments	—	—
Carrying amount at the end of the year	2,363	1,843

The list below includes shares and participations directly owned by the Parent Company. For information on the Parent Company's indirectly owned shares and participations, see the Group's [note 20](#) Group companies.

NOTE P8 CONTINUED

Company	Corp. Reg. No.	Registered office	Share of equity and share of votes	Book value SEK m	
				31/03/2026	31/03/2025
Coffee Stain Holding AB	556995-0180	Skövde, Sweden	100%	1,037	864
Ghost Ship Holding ApS	37864005	Copenhagen, Denmark	100%	979	979
Frame Break AB	559241-9278	Skövde, Sweden	100%	25	—
A Creative Endeavor AB	556895-1221	Gothenburg, Sweden	100%	—	—
Invisible Walls ApS	38999524	Copenhagen, Denmark	100%	64	—
Kavalri Games AB	559164-5089	Stockholm, Sweden	61,41%	8	—
Tuxedo Labs AB	559219-0259	Malmö, Sweden	100%	250	—
				2,363	1,843

NOTE P9 RECEIVABLES FROM GROUP COMPANIES

	31/03/2026	31/03/2025
Opening balance accumulated cost long term receivables from group companies	54	56
Repayment of loans from group companies	—	-2
Closing balance accumulated cost long term receivables from group companies	54	54
Short term receivables from group companies	215	0
Total receivables from group Companies	269	54

NOTE P10 FINANCIAL INSTRUMENTS

LOSS ALLOWANCES FOR EXPECTED CREDIT LOSSES (GENERAL METHOD)

For receivables from group companies and other items subject of expected credit losses, an impairment method with three stages is applied. Initially, and as of each balance sheet date, a loss allowance is reported for the next 12 months, alternatively for a shorter period of time depending on the remaining life (stage 1). If there has been a significant increase in credit risk since initial recognition, resulting in a rating below investment grade, a loss allowance is recognized for the assets remaining life (stage 2). For assets deemed to be credit impaired, loss allowances are still reserved for lifetime expected credit losses (stage 3). For credit-impaired assets and receivables, the calculation of interest income is based on the asset's carrying amount, net of loss allowance, as opposed to the gross amount in previous stages. The Parent Company's assets have been assessed to be in stage 1, i.e. there has been no significant increase in credit risk.

The Parent Company applies a rating-based method for assessment of expected credit losses based on the probability of default, expected loss given default and exposure at default. The Parent Company assesses that the subsidiaries currently have similar risk profiles and assessment is made on a collective basis. The assessment has been based on the Coffee Stain Group's credit risk, which has been adjusted to reflect the subsidiaries' assessed credit risk. The company has assessed that there is no significant increase of credit risk as of the end of the reporting period for any receivable.

The financial assets are recognized at amortized cost in the balance sheet, i.e. net of gross amount and loss allowance. Changes in the loss allowance are recognized in profit or loss.

CURRENT INVESTMENTS AND CASH AND BANK BALANCES

The Parent Company's credit risk also relates to cash and cash equivalents and investment of surplus liquidity. Coffee Stain's aim is to continuously monitor credit risk attributable to deposits and investments. For deposits in bank accounts, the aim is for the counterparty to have a high credit rating of at least an "investment grade rating" (which refers to high to the highest credit rating). The credit risk is deemed as insignificant.

NOTE P11 PREPAID EXPENSES AND ACCRUED INCOME

	31/03/2026	31/03/2025
Prepaid expenses	2	—
Other	1	—
Carrying amount	3	—

NOTE P12 EQUITY

For information on equity, see the Group's [note 21](#) Equity.

NOTE P13 PROVISIONS

	Contingent considerations	Total
As of 31 March 2024	—	—
Reversal of reserve	—	—
Translation differences	—	—
Interest expenses	—	—
As of 31 March 2025	—	—
Translation differences	0	0
Interest expenses	2	2
Other	20	20
As of 31 March 2026	22	22

Other refers to the assumption of contingent consideration liability from Embracer Group

NOTE P14 MATURITY ANALYSIS FOR FINANCIAL LIABILITIES

31/03/2026	<1 year	1-3 years	3-5 years	>5 years	Total
Trade payables	1	—	—	—	1
Liabilities to group companies	380	0	—	—	380
Other current liabilities	1	—	—	—	1
Accrued expenses and prepaid income	6	—	—	—	6
31/03/2025	<1 year	1-3 years	3-5 years	>5 years	Total
Trade payables	—	—	—	—	—
Liabilities to group companies	24	1,614	—	—	1,638
Other current liabilities	—	—	—	—	—
Accrued expenses and prepaid income	0	—	—	—	0

NOTE P15 ACCRUED EXPENSES AND PREPAID INCOME

	31/03/2026	31/03/2025
Accrued personnel-related expenses	5	—
Audit and consulting expenses	1	0
Accrued expenses	0	—
Carrying amount	6	0

NOTE P16 CASH FLOW INFORMATION

Components of cash and bank balances	31/03/2026	31/03/2025
Bank deposit	592	0
Carrying amount	592	0

<i>Adjustment for differences between profit before tax and net cash flow</i>	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Received dividend	-37	-93
FX effects	0	0
Other financial items	23	52
Group contribution	-209	0
Other non-cash items	1	0
Total	-222	-41

NOTE P17 RELATED PARTY TRANSACTIONS

A list of the Group's subsidiaries, which also are related parties to the parent company, is found in [note 20](#) for the Group. In [note P8](#) Investments in Group companies there is information on directly owned subsidiaries.

Coffee Stain Group AB has receivables from subsidiaries, specified in [note P9](#). Receivables from group companies, loans to group companies, and for historical periods loans from the previous owner, Embracer Group AB, is specified on a separate line item in the balance sheet. Interest income from and interest expenses to group companies are specified in [note P5](#).

Of the Company's total net sales, SEK 9 million (3) refers to management fees to group companies.

NOTE P18 MATERIAL EVENTS AFTER THE END OF THE FINANCIAL YEAR

For information on material events after the end of the financial year, see [note 25](#) for the Group.

NOTE P19 PROPOSED ALLOCATION OF THE COMPANY'S UNRESTRICTED EQUITY

At the disposal of the Annual General Meeting are the unrestricted equity:	31/03/2026
Retained earnings	2,637,841,050
Net profit for the year	149,226,810
	2,787,067,860
The Board proposes that the unrestricted equity be allocated as follows:	
Dividend to shareholders	151,774,112
To be carried forward	2,635,293,748
	2,787,067,860

DIVIDEND PROPOSAL

The Board of Directors intends to return approximately SEK 300 million to 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.

The Board of Directors and the CEO certify that the annual report has been prepared in accordance with generally accepted accounting principles in Sweden and that the consolidated financial statements have been prepared in accordance with IFRS Accounting Standards as adopted by the EU. The annual report and the consolidated financial statements give a true and fair view of the Parent Company's and the Group's financial position and results. The Board of Directors' Report for the Parent Company and the Group gives a fair review of the development of the Parent Company's and the Group's operations, financial position and results and describes material risks and uncertainties facing the Parent Company and the companies included in the Group.

The contents of the annual report were approved on 5 June 2026.

The annual report was signed on the dates indicated by each Board member's electronic signature.

Jacob Jonmyren
Chair of the Board

Lars Wingefors
Board member

Sara Börsvik
Board member

Kicki Wallje-Lund
Board member

Henrik Tjärnström
Board member

Anton Westbergh
CEO and Board member

Our auditor's report was submitted on the date indicated by our electronic signature.
Öhrlings PricewaterhouseCoopers AB

Magnus Svensson Henryson
Authorized Public Accountant
Auditor in charge

Martin Bengtsson
Authorized Public Accountant



This is a translation of the Swedish language original. In the event of any differences between this translation and the Swedish language original, the latter shall prevail.

Auditor's report

To the general meeting of the shareholders of Coffee Stain Group AB, corporate identity number 559280-0014

Report on the annual accounts and consolidated accounts

Opinions

We have performed an audit of the annual accounts and consolidated accounts of Coffee Stain Group AB for financial year 1 April 2025 to 31 March 2026. The annual accounts and consolidated accounts of the company are included on pages 20-65 in this document.

In our opinion, the annual accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of the parent company as of 31 March 2026 and its financial performance and cash flow for the year then ended in accordance with the Annual Accounts Act. The consolidated accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of the group as of 31 March 2026 and their financial performance and cash flow for the year then ended in accordance with IFRS Accounting Standards, as adopted by the EU, and the Annual Accounts Act. The statutory administration report is consistent with the other parts of the annual accounts and consolidated accounts.

We therefore recommend that the general meeting of shareholders adopts the consolidated statement of profit or loss and statement of financial position and the parent company's income statement and balance sheet

Basis for Opinions

We conducted our audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. Our responsibilities under those standards are further described in the Auditor's Responsibilities section. We are independent of the parent company and the group in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled our ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Other information than the annual accounts and consolidated accounts

This document also contains other information than the annual accounts and consolidated accounts and is found on pages 4-19 and 69-72. The Board of Directors and the Managing Director are responsible for this other information.

Our opinion on the annual accounts and consolidated accounts does not cover this other information and we do not express any form of assurance conclusion regarding this other information.

In connection with our audit of the annual accounts and consolidated accounts, our responsibility is to read the information identified above and consider whether the information is materially inconsistent with the annual accounts and consolidated accounts. In this procedure we also take into account our knowledge otherwise obtained in the audit and assess whether the information otherwise appears to be materially misstated.

If we, based on the work performed concerning this information, conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors and the Managing Director are responsible for the preparation of the annual accounts and consolidated accounts and that they give a fair presentation in accordance with the Annual Accounts Act and, concerning the consolidated accounts, in accordance with IFRS Accounting

Standards, as adopted by the EU, and the Annual Accounts Act. The Board of Directors and the Managing Director are also responsible for such internal control as they determine is necessary to enable the preparation of annual accounts and consolidated accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts and consolidated accounts, the Board of Directors and the Managing Director are responsible for the assessment of the company and group's ability to continue as a going concern. They disclose, as applicable, matters related to going concern and using the going concern basis of accounting. The going concern basis of accounting is however not applied if the Board of Directors and the Managing Director intends to liquidate the company, cease operations or has no realistic alternative to doing any of this.

Auditor's responsibility

Our objectives are to obtain reasonable assurance about whether the annual accounts and consolidated accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and generally accepted auditing standards in Sweden will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts and consolidated accounts.

A further description of our responsibility for the audit of the annual accounts and consolidated accounts is available on the Swedish Inspectorate of Auditors' website: www.revisorsinspektionen.se/revisornsansvar. This description is part of the auditor's report

Report on other legal and regulatory requirements

Opinions

In addition to our audit of the annual accounts and consolidated accounts, we have also audited the administration of the Board of Directors and the Managing Director of Coffee Stain Group AB for financial year 1 April 2025 to 31 March 2026 and the proposed appropriations of the company's profit or loss.

We recommend to the general meeting of shareholders that the profit be appropriated in accordance with the proposal in the statutory administration report and that the members of the Board of Directors and the Managing Director be discharged from liability for the financial year.

Basis for Opinions

We conducted the audit in accordance with generally accepted auditing standards in Sweden. Our responsibilities under those standards are further described in the Auditor's Responsibilities section. We are independent of the parent company and the group in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled our ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors is responsible for the proposal for appropriations of the company's profit or loss. At the proposal of a dividend, this includes an assessment of whether the dividend is justifiable considering the requirements which the company and group's type of operations, size and risks place on the size of the parent company's equity, consolidation requirements, liquidity and position in general.

The Board of Directors is responsible for the company's organization and the management of the company's affairs. This includes among other things continuous assessment of the company and group's financial situation and ensuring that the company's organization is designed so that the accounting, management of assets and the company's financial affairs otherwise are controlled in a reassuring manner. The Managing Director shall manage the ongoing administration according to the Board of Directors' guidelines and instructions and among other matters take measures that are necessary to fulfill the company's accounting in accordance with law and handle the management of assets in a reassuring manner.

Auditor's responsibility

Our objective concerning the audit of the administration, and thereby our opinion about discharge from liability, is to obtain audit evidence to assess with a reasonable degree of assurance whether any member of the Board of Directors or the Managing Director in any material respect:

- has undertaken any action or been guilty of any omission which can give rise to liability to the company, or
- in any other way has acted in contravention of the Companies Act, the Annual Accounts Act or the Articles of Association.

Our objective concerning the audit of the proposed appropriations of the company's profit or loss, and thereby our opinion about this, is to assess with reasonable degree of assurance whether the proposal is in accordance with the Companies Act.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with generally accepted auditing standards in Sweden will always detect actions or omissions that can give rise to liability to the company, or that the proposed appropriations of the company's profit or loss are not in accordance with the Companies Act.

A further description of our responsibility for the audit of the administration is available on the Swedish Inspectorate of Auditors' website: www.revisorsinspektionen.se/revisornsansvar. This description is part of the auditor's report.

Stockholm the date indicated by our electronic signature
Öhrlings PricewaterhouseCoopers AB

Magnus Svensson Henryson
Authorized Public Accountant
Auditor in charge

Martin Bengtsson
Authorized Public Accountant

DEFINITIONS OF KEY PERFORMANCE INDICATORS (KPI's)

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 accomplish and give 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.
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 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	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
EBIT	55	322
Acquisition related amortizations	156	168
Items affecting comparability ¹⁾	75	73
Personnel costs related to acquisitions	2	-18
Adjusted EBIT	288	544

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

CASH EBIT DERIVATION

Amounts in SEK m	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Adjusted EBIT	288	544
Operational depreciation and amortization expenses	235	192
Investment in intangible and tangible assets	-170	-234
Payment of lease liabilities	-20	-17
Cash EBIT	333	484

FREE CASH FLOW - DERIVATION

Amounts in SEK m	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Cash EBIT	333	484
Taxes paid	-21	-4
Other cash flow items	1	6
Free cash flow before working capital	313	486
Changes in working capital ¹⁾	-12	112
Free cash flow after working capital	301	598
¹⁾ Excluding IAC effect	-8	—

ADJUSTED EARNINGS PER SHARE - DERIVATION

Amounts in SEK m	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Net profit for the period attributable to equity holders of the parent	11	191
Adjustments		
Personnel costs related to acquisitions	1	-18
Amortization of fair value adjusted amounts of acquired intangible assets	156	168
Change in fair value contingent consideration	-3	-13
Items affecting comparability	75	73
Adjustments pre tax	230	210
Tax effects on adjustments	-47	-43
Adjustments post tax	183	167
Adjusted net profit for the period	194	358
Average number of shares, million	223	223
Adjusted Earnings per share, SEK	0.87	1.60

ORGANIC GROWTH - DERIVATION

Amounts in SEK m	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025	Change
Net sales	961	1,089	-12%
Difference in exchange rate	—	-117	
Organic growth	961	972	-1%

ITEMS AFFECTING COMPARABILITY, IAC

Amounts in SEK m	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Costs related to the listing project	-33	—
Provision for restructuring	-11	—
Impairment intangible assets	-31	-73
Total	-75	-73

DEPRECIATION, AMORTIZATION AND IMPAIRMENT

Amounts in SEK m	01/04/2025 - 31/03/2026	01/04/2024 - 31/03/2025
Operational depreciation and amortization expenses	235	192
Acquisition related amortizations	156	168
Items affecting comparability	31	73
Total	422	431

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