

**RAKETECH**

**Q2| Interim Report**

**2024**

## Navigating a Challenging Quarter, In Line with Expectations

EUR thousands	Apr-Jun	Apr-Jun	Change	Jan-Jun	Jan-Jun	Change
	2024	2023		2024	2023	
Revenue	16,957	17,606	(3.7%)	35,921	33,393	7.6%
Reported EBITDA	4,370	5,887	(25.8%)	8,648	11,992	(27.9%)
Adjusted EBITDA	4,370	5,482	(20.3%)	9,426	11,587	(18.7%)
Operating (loss)/profit	(8,881)	2,866	(-)	(7,619)	6,703	(-)
Adjusted operating profit	1,597	2,461	(35.1%)	3,637	6,298	(42.3%)
Free cash flow before earnouts	2,722	4,967	(45.2%)	9,233	10,580	(12.7%)

### Q2 2024 FINANCIAL HIGHLIGHTS

- Revenues in Q2 of 2024 totaled EUR 17.0 million (EUR 17.6 million). Growth in sub-affiliation revenue, and betting tips and subscription income gains were offset by a decrease in affiliation marketing revenue.
- EBITDA was EUR 4.4 million compared to adjusted EBITDA of EUR 5.5 million of last year, continuously impacted by lower performance for the Casumba assets, in combination with a modest decline for Swedish casino assets. Meanwhile, other regions and products were stable, with our high traffic sports assets performing well and sub-affiliation delivering another strong quarter in terms of EBITDA contribution.
- Operating profit, adjusted for EUR 10.5 million impairment of assets following the sale of the non-core US advisory business, amounted to EUR 1.6 million (EUR 2.5 million).
- Free cash flow before earnouts decreased to EUR 2.7 million (EUR 5.0 million), somewhat impacted by timing of settlement of trade receivables and payables.

### OPERATIONAL HIGHLIGHTS

- Executing on the plan to strengthen the Casumba team to address and mitigate ongoing performance issues.
- We have implemented efficiency measures and cost-cutting initiatives designed to optimize our operations and enhance profitability.

### SUBSEQUENT EVENTS AFTER THE END OF THE PERIOD

#### SALE OF NON-CORE ADVISORY BUSINESS

On July 5, Raketech announced that the Company had reached an agreement to divest its non-core US advisory business. The total sale proceeds amount to USD 2.25 million settled partially on closing and via an ongoing revenue share agreement. The sale resulted in a one-off non-cash impairment charge of EUR 10.5 million for the US assets. The transaction was closed on 31 July.

#### INCREASE IN SHARES FOLLOWING EARNOUT CONSIDERATION PAYMENT

On July 15, Raketech announced it will issue shares in connection with an earnout consideration payment to the founders of Casumba. The number of shares will increase by 1,437,913 determined by the volume-weighted RAKE share price for the period from 1 March to 31 May 2024, which was 13.34 SEK per share.

#### CURRENT TRADING

Revenues in July 2024 amounted to EUR 4.6 million (EUR 6.9 million). This primarily reflected weak performance in the lower margin sub-affiliation area, specifically for Raketech Network (paid), compared to a strong comparison period. This followed operational challenges for some of our publishers, but we expect revenue to pick up during the rest of the quarter.

#### OUTLOOK

We further specify the full year guidance of around EUR 20.0 million to a range of EUR 17.0 million to EUR 19.0 million in adjusted EBITDA. Free cash flow before earnouts is estimated to come in just below EBITDA.

## CEO Comment

Revenues in Q2 of 2024 totalled EUR 17.0 million (EUR 17.6 million). Strong growth in sub-affiliation were offset by a decline in affiliation marketing. EBITDA was EUR 4.4 million compared to adjusted EBITDA of EUR 5.5 million of last year, in line with expectations. The results continue to be affected by lower performance for the Casumba assets due to the significant Google update completed at the end of April.

### Performance by business area

**Affiliation Marketing:** The Casumba earnout was completed at the end of July, and the founders and core team are still in place. The impact of the Google update was most evident for our Casumba assets in Q2, and we have acted swiftly by mobilizing resources from across the company to strengthen the team. A comprehensive business audit was finalized in connection with the end of the Google update. This has led to several initiatives around enhanced content focused on a broader audience, technical product improvements, SEO optimization and full focus on user experience. We have made progress in stabilizing performance, albeit at a reduced level, and we feel confident that our actions will return the assets to growth.

Our Swedish casino business also saw a modest decline in the quarter while other regions were stable. Our high-traffic in-house sports assets performed well during the quarter, achieving double digit growth driven by ongoing performance improvements, feature enhancements, and a more focused sales effort. The UEFA Euro 2024 attracted interest from operators in our core football assets, and the IPL generated strong sales for our cricket-focused site. Interest has continued into the start of the second half of the year with operators looking to invest in upcoming sporting events.

**Sub-affiliation:** Following a strong Q1, both Raketech Network and AffiliationCloud continued to deliver year-on-year organic growth. However, the pace of growth for Raketech Network moderated slightly, largely due to operational challenges for some of our publishers.

AffiliationCloud experienced steady, organic growth through Q2. We continued to expand and optimize our partnership with existing publishers. We secured an exclusive deal with Spelklubben, which means that all affiliates who want to promote the brand need to go through AffiliationCloud. We are in discussions with several other operators about similar partnerships. Additionally, we are happy to announce the launch of our Sub-affiliation offering in the US. We see similar potential with operators in this market to manage their affiliates through our platform.

**Betting tips and Subscription:** In early July, we announced the sale of the non-core and high-touch US Advisory business, which was finalized at the end of the month. This strategic sale represents an important step

in streamlining our US operations and concentrating on our core strengths.

We will continue to grow our digital subscription and affiliation revenue streams by leveraging our flagship assets, [Winnersandwhiners.com](http://Winnersandwhiners.com) and [Statsalt.com](http://Statsalt.com), along with [picksandparlays.com](http://picksandparlays.com), which together attract approximately 50 million sessions annually. These efforts continued to pay off during Q2 with continued strong results despite the US sport season slowing down. Performance is anticipated to improve even more in H2 as US sports activity gains momentum throughout the year.

### Strategic initiatives

We remain committed to the following strategic initiatives; to grow our sports vertical, increase our customized partnerships, broaden reach and to reducing our SEO dependency. We are increasing our CRM activities by leveraging our high direct traffic products to maximize opportunities through tailored marketing, designed to increase retention and enhance lifetime value. We expect this to be rolled out during Q3. Our in-house sports affiliation assets continue to show growth in both traffic and revenues, showcasing a positive result during the quarter from increased content focus on these assets. Additionally, the recent partnership deal with Spelklubben highlights the value that operators see in our assets and sub-affiliation platform capabilities and validates our strategy. We continue to actively pursue exclusive affiliate partnerships with operators, leveraging our powerful Raketech and AffiliationCloud offering to provide substantial benefits to operators in managing their extensive network of affiliates.

### Outlook

Revenues for the month of July were EUR 4.6 million (EUR 6.9 million). This primarily reflected weak performance in the lower margin sub-affiliation area, specifically for Raketech Network (paid), compared to a strong comparison period. This followed operational challenges for some of our publishers, but we expect revenue to pick up during the rest of the quarter.

Considering the first half of the year and current trading for July we can more accurately forecast our outlook for the full year. This means we are now able to further specify the full year guidance of around EUR 20.0 million to a range of EUR 17.0 million to EUR 19.0 million in adjusted EBITDA. Free cash flow before earnouts is estimated to come in just below EBITDA. Our current cash flow gives us financial flexibility to settle the current Casumba earnout and ensure long-term growth and value creation.

**Johan Svensson, CEO**

## Consolidated Key Data and Ratios

Some financial metrics presented in this report, including key data and ratios are not defined by International Financial Reporting Standards (IFRS). These metrics will not necessarily be comparable to similarly titled metrics in the reports of other companies. Further definitions can be found on page 21 of this report. These non-IFRS metrics may provide valuable additional information to investors and management although they should not be considered as substitutes for financial reporting metrics prepared in accordance with IFRS.

EUR thousands	Apr- Jun 2024	Apr- Jun 2023	Change	Jan- Jun 2024	Jan- Jun 2023	Change	Jan- Dec 2023
<b>Financial Data</b>							
<b>Revenue (IFRS)</b>	<b>16,957</b>	<b>17,606</b>	<b>(3.7%)</b>	<b>35,921</b>	<b>33,393</b>	<b>7.6%</b>	<b>77,688</b>
<i>Organic growth</i>	(3.7%)	56.0%	(59.7)	7.6%	39.2%	(31.6)	47.6%
<i>Revenue share</i>	32.9%	33.4%	(0.5)	33.1%	34.0%	(0.9)	30.7%
<i>Upfront payment</i>	44.7%	45.6%	(0.9)	46.4%	43.6%	2.8	50.1%
<i>Flat fee</i>	15.6%	15.4%	0.2	13.9%	15.1%	(1.2)	12.7%
<i>Betting tips and subscription income</i>	6.8%	5.6%	1.2	6.6%	7.3%	(0.7)	6.5%
<b>Affiliation marketing</b>	<b>7,648</b>	<b>10,326</b>	<b>(25.9%)</b>	<b>16,415</b>	<b>21,080</b>	<b>(22.1%)</b>	<b>40,198</b>
<i>% of total revenue</i>	45.1%	58.6%	(13.4)	45.7%	63.1%	(17.4)	51.7%
<b>Sub-affiliation</b>	<b>8,166</b>	<b>6,294</b>	<b>29.7%</b>	<b>17,136</b>	<b>9,885</b>	<b>73.4%</b>	<b>32,443</b>
<i>% of total revenue</i>	48.2%	35.8%	12.3	47.7%	29.6%	18.1	41.8%
<b>Betting tips and subscription income</b>	<b>1,143</b>	<b>986</b>	<b>15.9%</b>	<b>2,370</b>	<b>2,428</b>	<b>(2.4%)</b>	<b>5,047</b>
<i>% of total revenue</i>	6.7%	5.6%	1.1	6.6%	7.3%	(0.7)	6.5%
<b>Casino</b>	<b>13,540</b>	<b>14,256</b>	<b>(5.0%)</b>	<b>29,010</b>	<b>26,266</b>	<b>10.4%</b>	<b>63,090</b>
<i>% of total revenue</i>	79.8%	81.0%	(1.2)	80.8%	78.7%	2.1	81.2%
<b>Sport</b>	<b>3,417</b>	<b>3,350</b>	<b>2.0%</b>	<b>6,911</b>	<b>7,127</b>	<b>(3.0%)</b>	<b>14,598</b>
<i>% of total revenue</i>	20.2%	19.0%	1.1	19.2%	21.3%	(2.1)	18.8%
<b>Sub-affiliation</b>							
<i>Revenues</i>	8,166	6,294	29.7%	17,136	9,885	73.4%	32,443
<i>Publisher costs</i>	(6,274)	(5,466)	14.8%	(13,185)	(8,385)	57.2%	(27,715)
<b>Gross profit</b>	<b>1,892</b>	<b>828</b>	<b>128.4%</b>	<b>3,951</b>	<b>1,500</b>	<b>163.4%</b>	<b>4,728</b>
<b>Revenue from the Nordics</b>	<b>7,031</b>	<b>7,212</b>	<b>(2.5%)</b>	<b>15,200</b>	<b>12,966</b>	<b>17.2%</b>	<b>33,561</b>
<i>% of total revenue</i>	41.5%	41.0%	0.5	42.3%	38.8%	3.5	43.2%
<b>Revenue from Rest of Europe</b>	<b>1,147</b>	<b>753</b>	<b>52.3%</b>	<b>2,000</b>	<b>1,322</b>	<b>51.3%</b>	<b>3,237</b>
<i>% of total revenue</i>	6.8%	4.3%	2.5	5.6%	4.0%	1.6	4.2%
<b>Revenue from US</b>	<b>1,432</b>	<b>1,252</b>	<b>14.4%</b>	<b>3,195</b>	<b>3,170</b>	<b>0.8%</b>	<b>6,370</b>
<i>% of total revenue</i>	8.4%	7.1%	1.3	8.9%	9.5%	(0.6)	8.2%
<b>Revenue from Rest of World</b>	<b>7,347</b>	<b>8,389</b>	<b>(12.4%)</b>	<b>15,526</b>	<b>15,935</b>	<b>(2.6%)</b>	<b>34,520</b>
<i>% of total revenue</i>	43.3%	47.6%	(4.3)	43.2%	47.7%	(4.5)	44.4%
<b>EBITDA</b>	<b>4,370</b>	<b>5,887</b>	<b>(25.8%)</b>	<b>8,648</b>	<b>11,992</b>	<b>(27.9%)</b>	<b>23,605</b>
<i>EBITDA margin</i>	25.8%	33.4%	(7.7)	24.1%	35.9%	(11.8)	30.4%
<b>Adjusted EBITDA<sup>1,2</sup></b>	<b>4,370</b>	<b>5,482</b>	<b>(20.3%)</b>	<b>9,426</b>	<b>11,587</b>	<b>(18.7%)</b>	<b>23,200</b>
<i>Adjusted EBITDA margin<sup>1,2</sup></i>	25.8%	31.1%	(5.4)	26.2%	34.7%	(8.5)	29.9%
<b>Operating (loss)/profit</b>	<b>(8,881)</b>	<b>2,866</b>	<b>(-)</b>	<b>(7,619)</b>	<b>6,703</b>	<b>(-)</b>	<b>11,663</b>
<i>Operating margin</i>	(52.4%)	16.3%	(68.7)	(21.2%)	20.1%	(41.3)	15.0%
<b>Adjusted operating profit<sup>1,2,3</sup></b>	<b>1,597</b>	<b>2,461</b>	<b>(35.1%)</b>	<b>3,637</b>	<b>6,298</b>	<b>(42.3%)</b>	<b>11,258</b>
<i>Adjusted operating margin<sup>1,2,3</sup></i>	9.4%	14.0%	(4.6)	10.1%	18.9%	(8.7)	14.5%
<b>(Loss)/profit for the period/year</b>	<b>(9,872)</b>	<b>1,769</b>	<b>(-)</b>	<b>(9,699)</b>	<b>4,591</b>	<b>(-)</b>	<b>6,607</b>
<i>(Loss)/profit margin</i>	(58.2%)	10.0%	(68.3)	(27.0%)	13.7%	(40.7)	8.5%
<b>Adjusted profit for the period/year<sup>1,2,3</sup></b>	<b>606</b>	<b>1,364</b>	<b>(55.5%)</b>	<b>1,557</b>	<b>4,186</b>	<b>(62.8%)</b>	<b>6,202</b>
<i>Adjusted profit margin<sup>1,2,3</sup></i>	3.6%	7.7%	(4.2)	4.3%	12.5%	(8.2)	8.0%

<sup>1</sup> The Revaluation of financial liabilities at fair value through profit or loss of EUR 0.4 million in Q2 2023 is considered as non-recurring income.

<sup>2</sup> In Q1 2024, redundancy costs of EUR 0.8 million incurred due to the organisational restructuring, were recognised as non-recurring costs.

<sup>3</sup> In Q2 2024, impairment on US assets amounted to EUR 10.5 million.

EUR thousands	Apr-Jun 2024	Apr-Jun 2023	Change	Jan-Jun 2024	Jan-Jun 2023	Change	Jan-Dec 2023
<b>Other Performance Measures</b>							
New depositing customers (NDC)	49,500	58,117	(14.8%)	109,157	112,751	(3.2%)	263,871
Full time employees	130	124	4.8%	130	124	4.8%	137
Contractors	68	102	(33.3%)	68	102	(33.3%)	92
Free cash flow before earnouts	2,722	4,967	(45.2%)	9,233	10,580	(12.7%)	18,942
Free cash flow after earnouts	2,722	4,767	(42.9%)	(3,672)	6,154	(159.7%)	14,076
Net interest-bearing debt	115	2,600	(95.6%)	115	2,600	(95.6%)	(3,625)
Net debt-to-adjusted EBITDA LTM	0.01	0.11	(89.5%)	0.01	0.11	(89.3%)	(0.16)
Earnings per share before dilution (EUR) (IFRS)	(0.23)	0.04	(-)	(0.23)	0.11	(-)	0.16
Earnings per share after dilution (EUR) (IFRS) <sup>1</sup>	(0.19)	0.04	(-)	(0.19)	0.09	(-)	0.13
Adjusted earnings per share before dilution (EUR) (IFRS) <sup>2,3,4</sup>	0.01	0.03	(56.2%)	0.04	0.10	(63.2%)	0.15
Adjusted earnings per share after dilution (EUR) (IFRS) <sup>1,2,3,4</sup>	0.01	0.03	(56.7%)	0.03	0.09	(64.3%)	0.13
Weighted average number of shares, before dilution	42,715,314	42,319,110	0.9%	42,715,314	42,319,110	0.9%	42,407,163
Weighted average number of shares, after dilution <sup>1</sup>	50,934,031	49,459,578	3.0%	50,604,002	48,508,945	4.3%	50,003,034

<sup>1</sup>The option to partially settle Casumba Media's earnout with shares of Raketech Group Holding P.L.C. has been reflected in diluted earnings per share and weighted average number of shares. For further details, refer to note 7.

<sup>2</sup> The Revaluation of financial liabilities at fair value through profit or loss of EUR 0.4 million in Q2 2023 is considered as non-recurring income.

<sup>3</sup> In Q1 2024, redundancy costs of EUR 0.8 million incurred due to the organisational restructuring, were recognised as non-recurring costs.

<sup>4</sup> In Q2 2024, impairment on US assets amounted to EUR 10.5 million.

## Financial Performance during the Second Quarter of 2024

### REVENUES

Revenues totalled EUR 17.0 million (EUR 17.6 million) representing a decrease of 3.7%. NDCs decreased by 14.8%. The decrease in NDCs reflects a slight change in business mix.

### EXPENSES

Publisher costs increased to EUR 6.3 million (EUR 5.5 million) driven by the increased activity for sub-affiliation.

Other direct expenses were EUR 1.1 million (EUR 1.2 million) essentially in line with last year.

Employee benefit expenses amounted to EUR 2.5 million (EUR 2.6 million). Full-time employees totalled 130 (124) at the end of the period.

Other expenses decreased to EUR 2.7 million (EUR 2.8 million), representing primarily positive effects from organisational restructuring. Contractors totalled 68 (102) at the end of the period.

Depreciation and amortisation amounted to EUR 2.8 million (EUR 3.0 million).

During the quarter, an impairment review on goodwill, websites and domains within the US led to impairment costs of EUR 10.5 million (nil).

### PROFITABILITY

Reported EBITDA decreased to EUR 4.4 million (EUR 5.9 million), with growth within sub-affiliation, offset by a softer development for the high margin affiliation marketing.

The EBITDA margin amounted to 25.8% (33.4%) reflecting the current product mix of low versus high margin business areas.

The loss for the period amounted to EUR 9.9 million, (profit EUR 1.8 million), impacted by increased non-cash affecting amortisation, impairment and finance cost. Adjusted for costs related to impairment, the profit for the period amounted to EUR 0.6 million (EUR 1.4 million).

### CASH AND CASH EQUIVALENTS, FINANCING AND FINANCIAL POSITION

Cash flow from operating activities was EUR 3.3 million (EUR 5.5 million), somewhat impacted by timing for settlement of trade receivables and trade payables.

Cash flow from investing activities amounted to EUR -0.3 million (EUR -0.4 million) primarily due to software development costs and acquisitions of property, plant and equipment made during the quarter.

Cash flow from financing activities amounted to EUR -0.3 million (EUR -2.3 million), as a result of lease and interest payments made during the quarter.

Cash and cash equivalents at the end of the quarter amounted to EUR 9.8 million (EUR 12.2 million).

### THE PARENT COMPANY

Raketech Group Holding P.L.C is the Parent Company. Total operating costs amounted to EUR 0.3 million (EUR 0.4 million). Loss for the period was EUR 0.1 million (EUR 0.7 million).

## Financial Performance during the First Half of 2024

### REVENUES

Revenues totalled EUR 35.9 million (EUR 33.4 million) representing an increase of 7.6%. Organic growth amounted to 7.6% (39.2%) and NDCs decreased by 3.2%.

### EXPENSES

Publisher costs increased to EUR 13.2 million (EUR 8.4 million) driven by the increased activity for sub-affiliation.

Other direct expenses were EUR 2.5 million (EUR 2.6 million) in line with last year.

Employee benefit expenses amounted to EUR 5.6 million (EUR 4.9 million). Adjusted for costs related to restructuring, employee benefit expenses amounted to EUR 4.8 million (EUR 4.9 million). Full-time employees totalled 130 (124) at the end of the period.

Other expenses increased to EUR 5.9 million (EUR 5.7 million), representing primarily increased operational costs for investments in products and consultancy fees. Contractors totalled 68 (102) at the end of the period.

Depreciation and amortisation amounted to EUR 5.8 million (EUR 5.3 million). The increase in amortisation was primarily attributable to the upward adjustments to amounts committed on acquisitions relating to Casumba. During the second quarter, an impairment review on goodwill, websites and domains within the US led to impairment costs of EUR 10.5 million (nil).

### PROFITABILITY

Reported EBITDA decreased to EUR 8.6 million (EUR 12.0 million), with growth within sub-affiliation, offset by a softer development for the high margin affiliation

marketing. Adjusted for costs related to re-structuring, EBITDA amounted to EUR 9.4 million (EUR 11.6 million).

The EBITDA margin amounted to 24.1% (35.9%) reflecting the current product mix of low versus high margin business areas. Adjusted for costs related to re-structuring the EBITDA margin was 26.2% (34.7%).

The loss for the period amounted to EUR 9.7 million, (profit EUR 4.6 million), impacted by increased non-cash affecting amortisation, impairment and finance cost. Adjusted for costs related to re-structuring and impairment, the profit for the period amounted to EUR 1.6 million (EUR 4.2 million).

### CASH AND CASH EQUIVALENTS, FINANCING AND FINANCIAL POSITION

Cash flow from operating activities amounted to EUR 10.3 million (EUR 11.6 million), due to lower profits, compensated timing for settlement of trade receivables.

Cash flow from investing activities amounted to EUR -13.4 million (EUR -4.8 million) primarily due to earn-out settlements made during the first half of the year.

Cash flow from financing activities amounted to EUR -0.5 million (EUR -2.7 million), as a result of lease and interest payments made during the period.

Cash and cash equivalents at the end of the period amounted to EUR 9.8 million (EUR 12.2 million).

### THE PARENT COMPANY

Raketech Group Holding P.L.C is the Parent Company. Total operating costs amounted to EUR 0.9 million (EUR 0.8 million). Loss for the period was EUR 0.4 million (EUR 1.4 million).

## Other

### RAKETECH IN BRIEF

Raketech is a marketing tech company combining performance marketing and traditional performance-based affiliation by offering a wide portfolio of advertising space as well as data analysis tools to allow advertisers to maximise the value of their media spend. Our customers span from sports streaming providers and game studios to the largest segment, international betting and casino operators. Raketech's goal is to generate high quality leads and targeted advertisement space by providing relevant and engaging content to users interested in sports, casino and betting. Raketech also offers its services through sub-affiliation and provides tailored sports data insights, analytics and predictions directly to consumers.

### STOCK MARKET

Raketech Group Holding P.L.C is listed on Nasdaq First North Premier Growth Market. Raketech's shares commenced trading on 29 June 2018 and the outstanding number of shares is 42,715,314. The Raketech shares are traded under the ticker (RAKE) and ISIN code (MT0001390104).

### SIGNIFICANT RISKS AND UNCERTAINTIES

The gaming industry, where the Group has its main customers, continues to undergo regulation. Raketech operates in the emerging online gaming industry in both regulated and unregulated markets and is therefore subject to political and regulatory risk. Although Raketech is a performance marketing company and not an online gaming operator, the legislation concerning online gambling could indirectly affect Raketech's operations. Changes to existing regulations in various jurisdictions might impact the ability for online gaming operators to operate and accordingly, revenue streams from these customers may be adversely impacted. The Group may also be exposed to measures brought against customers by public authorities or others, which could be extended to any third-party having abetted the business of such online gaming operators.

The Group actively monitors regulatory changes and emerging topics within the European market, and also changes in the North American, South American and the Asian markets. If any new regulatory regimes come into force, the Group will conform with such marketing requirements. As the Group continues to embark on its growth strategy with the ambition to enhance the global footprint, the exposure to different regulatory frameworks continue to increase.

In addition to the above, the Board of Directors also considers the following risks to be relevant to the Group:

- Operational risk which can arise in the SEO environment if search engines, such as Google, change their structure. Raketech monitors algorithm changes on an ongoing basis, controls content quality and ensures its websites are well-built, fast and up to date.
- Risk related to information security such as cyberattack or fraud as an effect of Raketech operating in the digital space. The Group conducts constant monitoring to detect any security issues. The Group has a dedicated IT security team tasked with protecting against data breaches and similar weaknesses, based on defined security management processes.

For the principal financial risks and exposures, refer to note 4 'Financial Risk Management' in the Annual Report that details the key risk factors including market risk, credit risk, liquidity risk and the Group's approach towards managing these risks.

### SUPPLEMENTAL INFORMATION

This report has not been subject to an audit by the Group auditors and is therefore considered to be unaudited.

Carnegie Investment Bank AB acts as the Group's certified advisor.

## Upcoming Dates

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The reports are drawn up in line with Nasdaq's guidance for management statements which the Group is obliged to make public according to the EU Market Abuse Regulation.



## Condensed Consolidated Interim Income Statement

EUR thousands	Note	Apr- Jun 2024	Apr- Jun 2023	Jan- Jun 2024	Jan- Jun 2023	Jan- Dec 2023
<b>Total revenue</b>	3	<b>16,957</b>	17,606	<b>35,921</b>	33,393	77,688
Publisher costs		<b>(6,274)</b>	(5,466)	<b>(13,185)</b>	(8,385)	(27,715)
Other direct costs relating to fixed fees and commission		<b>(1,147)</b>	(1,157)	<b>(2,522)</b>	(2,571)	(5,045)
Employee benefit expense		<b>(2,460)</b>	(2,624)	<b>(5,613)</b>	(4,917)	(9,968)
Depreciation and amortisation		<b>(2,773)</b>	(3,021)	<b>(5,789)</b>	(5,289)	(11,942)
Impairment on intangible assets		<b>(10,478)</b>	-	<b>(10,478)</b>	-	-
Movement in loss allowance on trade receivables		<b>(28)</b>	-	<b>(28)</b>	(250)	(89)
Bad debts written-off		<b>(4)</b>	(32)	<b>(42)</b>	(5)	(75)
Other operating expenses		<b>(2,674)</b>	(2,845)	<b>(5,883)</b>	(5,678)	(11,597)
<b>Total operating expenses</b>		<b>(25,838)</b>	(15,145)	<b>(43,540)</b>	(27,095)	(66,430)
Revaluation of financial liabilities at FV through profit or loss		-	405	-	405	405
<b>Operating (loss)/profit</b>		<b>(8,881)</b>	2,866	<b>(7,619)</b>	6,703	11,663
Loan finance costs		<b>(275)</b>	(352)	<b>(559)</b>	(667)	(1,449)
Other finance costs		<b>(504)</b>	(612)	<b>(1,075)</b>	(1,106)	(2,739)
<b>(Loss)/profit before tax</b>		<b>(9,660)</b>	1,902	<b>(9,253)</b>	4,930	7,475
Current tax expense		<b>(272)</b>	(120)	<b>(573)</b>	(239)	(681)
Deferred tax credit/(expense)		<b>60</b>	(13)	<b>127</b>	(100)	(187)
<b>(Loss)/profit for the period/year</b>		<b>(9,872)</b>	1,769	<b>(9,699)</b>	4,591	6,607
<b>(Loss)/profit for the period/year attributable to owners of the parent</b>		<b>(9,872)</b>	1,769	<b>(9,699)</b>	4,591	6,607
<b>Earnings per share attributable to the equity holders of the Parent during the period/year</b>						
<b>Earnings per share before dilution (in EUR)</b>		<b>(0.23)</b>	0.04	<b>(0.23)</b>	0.11	0.16
<b>Earnings per share after dilution (in EUR)<sup>1</sup></b>		<b>(0.19)</b>	0.04	<b>(0.19)</b>	0.09	0.13
<b>Adjusted earnings per share before dilution (in EUR)<sup>2,3,4</sup></b>		<b>0.01</b>	0.03	<b>0.04</b>	0.10	0.15
<b>Adjusted earnings per share after dilution (in EUR)<sup>1,2,3,4</sup></b>		<b>0.01</b>	0.03	<b>0.03</b>	0.09	0.13

## Condensed Consolidated Interim Statement of Comprehensive Income

EUR thousands	Apr- Jun 2024	Apr- Jun 2023	Jan- Jun 2024	Jan- Jun 2023	Jan- Dec 2023
<b>Other comprehensive income</b>					
<b>Items that may be reclassified to profit or loss</b>					
Currency translation adjustments taken to equity	<b>154</b>	8	<b>500</b>	(250)	(604)
<b>Total other comprehensive income/(loss) for the period/year</b>	<b>154</b>	8	<b>500</b>	(250)	(604)
<b>Total comprehensive income for the period/year</b>	<b>(9,718)</b>	1,777	<b>(9,199)</b>	4,341	6,003
<b>Comprehensive income for the period attributable to owners of the parent</b>	<b>(9,718)</b>	1,777	<b>(9,199)</b>	4,341	6,003

<sup>1</sup>The option to partially settle Casumba Media's earnout with shares of Raketech Group Holding P.L.C. has been reflected in diluted earnings per share and weighted average number of shares. For further details, refer to note 7.

<sup>2</sup> The Revaluation of financial liabilities at fair value through profit or loss of EUR 0.4 million in Q2 2023 is considered as non-recurring income.

<sup>3</sup> In Q1 2024, redundancy costs of EUR 0.8 million incurred due to the organisational restructuring, were recognised as non-recurring costs.

<sup>4</sup> In Q2 2024, impairment on US assets amounted to EUR 10.5 million.

The notes on pages 13 to 17 are an integral part of these condensed consolidated interim financial statements.

## Condensed Consolidated Interim Statement of Financial Position

EUR thousands	Notes	Jun 2024	Jun 2023	Dec 2023
<b>Assets</b>				
<b>Non-current assets</b>				
Goodwill	4	286	1,210	1,206
Intangible assets	4	121,896	141,653	139,294
Right-of-use assets		43	164	102
Property, plant and equipment		242	131	101
<b>Total non-current assets</b>		<b>122,467</b>	143,158	140,703
<b>Current assets</b>				
Trade and other receivables		9,378	8,955	11,835
Cash and cash equivalents		9,828	12,192	13,459
Assets classified as held for sale	5	2,102	-	-
<b>Total current assets</b>		<b>21,308</b>	21,147	25,294
<b>TOTAL ASSETS</b>		<b>143,775</b>	164,305	165,997
<b>Equity &amp; Liabilities</b>				
<b>Equity</b>				
Share capital		86	85	86
Share premium		48,951	48,587	48,951
Currency translation reserve		735	589	235
Other reserves		1,304	1,031	1,160
Retained earnings		39,166	46,849	48,865
<b>Equity attributable to owners of the Company</b>		<b>90,242</b>	97,141	99,297
<b>TOTAL EQUITY</b>		<b>90,242</b>	97,141	99,297
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
Deferred tax liabilities		3,144	3,190	3,280
Amounts committed on acquisition	7	19,483	27,460	28,170
Lease liability		-	46	-
<b>Total non-current liabilities</b>		<b>22,627</b>	30,696	31,450
<b>Current liabilities</b>				
Borrowings	6	9,943	14,792	9,834
Amounts committed on acquisition	7	14,258	13,698	18,291
Trade and other payables		4,840	5,323	6,568
Current tax liabilities		922	540	449
Dividends payable		-	1,989	-
Lease liability		47	126	108
Liabilities directly associated with assets classified as held for sale	5	896	-	-
<b>Total current liabilities</b>		<b>30,906</b>	36,468	35,250
<b>TOTAL LIABILITIES</b>		<b>53,533</b>	67,164	66,700
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>143,775</b>	164,305	165,997

The notes on pages 13 to 17 are an integral part of these condensed consolidated interim financial statements.

The condensed consolidated interim financial statements on pages 9 to 17 were approved for publication by the Board of Directors on 14 August 2024 and were signed on the Board of Directors' behalf by:

**Erik Skarp**, Board member

**Clare Boynton**, Board member

## Condensed Consolidated Interim Statement of Changes in Equity

EUR thousands	Share capital	Share premium	Currency translation reserve	Other reserves	Retained earnings	Total equity attributable to owners of the company
Balance at 1 January 2024	86	48,951	235	1,160	48,865	99,297
<b>Comprehensive income</b>						
Profit for the period	-	-	-	-	(9,699)	(9,699)
<b>Other comprehensive income</b>						
Currency translation adjustments taken to equity	-	-	500	-	-	500
	-	-	<b>500</b>	-	<b>(9,699)</b>	<b>(9,199)</b>
<b>Transactions with owners</b>						
Equity-settled share-based payments	-	-	-	144	-	144
<b>Total transactions with owners</b>	-	-	-	<b>144</b>	-	<b>144</b>
<b>Balance at 30 June 2024</b>	<b>86</b>	<b>48,951</b>	<b>735</b>	<b>1,304</b>	<b>39,166</b>	<b>90,242</b>
Balance at 1 January 2023	85	48,587	839	921	46,236	96,668
<b>Comprehensive income</b>						
Profit for the period	-	-	-	-	4,591	4,591
<b>Other comprehensive income</b>						
Currency translation adjustments taken to equity	-	-	(250)	-	-	(250)
	-	-	<b>(250)</b>	-	<b>4,591</b>	<b>4,341</b>
<b>Transactions with owners</b>						
Equity-settled share-based payments	-	-	-	110	-	110
Dividends paid	-	-	-	-	(3,978)	(3,978)
<b>Total transactions with owners</b>	-	-	-	<b>110</b>	<b>(3,978)</b>	<b>(3,868)</b>
<b>Balance at 30 June 2023</b>	<b>85</b>	<b>48,587</b>	<b>589</b>	<b>1,031</b>	<b>46,849</b>	<b>97,141</b>
Balance at 1 January 2023	85	48,587	839	921	46,236	96,668
<b>Comprehensive income</b>						
Profit for the year	-	-	-	-	6,607	6,607
<b>Other comprehensive income</b>						
Currency translation adjustments taken to equity	-	-	(604)	-	-	(604)
	-	-	<b>(604)</b>	-	<b>6,607</b>	<b>6,003</b>
<b>Transactions with owners</b>						
Issue of share capital	1	364	-	-	-	365
Equity-settled share-based payments	-	-	-	239	-	239
Dividends paid	-	-	-	-	(3,978)	(3,978)
<b>Total transactions with owners</b>	<b>1</b>	<b>364</b>	-	<b>239</b>	<b>(3,978)</b>	<b>(3,374)</b>
<b>Balance at 31 December 2023</b>	<b>86</b>	<b>48,951</b>	<b>235</b>	<b>1,160</b>	<b>48,865</b>	<b>99,297</b>

The notes on pages 13 to 17 are an integral part of these condensed consolidated interim financial statements.

## Condensed Consolidated Interim Statement of Cash Flows

EUR thousands	Note	Apr-Jun 2024	Apr-Jun 2023	Jan-Jun 2024	Jan-Jun 2023	Jan-Dec 2023
<b>Cash flows from operating activities</b>						
Profit before tax		(9,660)	1,902	(9,253)	4,930	7,475
Adjustments for:						
Depreciation and amortisation		2,773	3,021	5,789	5,289	11,942
Impairment on intangible assets		10,478	-	10,478	-	-
Loss allowance		28	-	28	250	89
Bad debts written-off		4	32	42	5	75
Net finance cost		779	964	1,634	1,773	4,188
Equity-settled share-based payment transactions		67	51	144	110	239
Revaluation of financial liabilities at FV through profit or loss	7	-	(405)	-	(405)	(405)
Loss on disposal of property, plant and equipment		1	1	1	1	3
Net exchange differences		(19)	3	(44)	58	(7)
		<b>4,451</b>	<b>5,569</b>	<b>8,819</b>	<b>12,011</b>	<b>23,599</b>
Net income taxes paid		(87)	(57)	(87)	(59)	(591)
Changes in:						
Trade and other receivables		(449)	(995)	2,393	(1,450)	(4,246)
Trade and other payables		(612)	958	(844)	1,109	2,260
<b>Net cash generated from operating activities</b>		<b>3,303</b>	<b>5,475</b>	<b>10,281</b>	<b>11,611</b>	<b>21,022</b>
<b>Cash flows from investing activities</b>						
Acquisition of property, plant and equipment		(175)	(14)	(182)	(29)	(43)
Acquisition of intangible assets		-	(200)	(12,905)	(4,426)	(4,866)
Payment of software development costs		(155)	(186)	(357)	(318)	(656)
Proceeds from sale of property, plant and equipment		5	2	7	4	6
<b>Net cash used in investing activities</b>		<b>(325)</b>	<b>(398)</b>	<b>(13,437)</b>	<b>(4,769)</b>	<b>(5,559)</b>
<b>Cash flows from financing activities</b>						
Proceeds from issue of shares		-	-	-	-	365
Repayments of borrowings		-	-	-	-	(5,000)
Dividends paid to shareholders		-	(1,989)	-	(1,989)	(3,978)
Lease payments		(32)	(33)	(66)	(67)	(135)
Interest paid		(224)	(277)	(450)	(621)	(1,252)
<b>Net cash used in financing activities</b>		<b>(256)</b>	<b>(2,299)</b>	<b>(516)</b>	<b>(2,677)</b>	<b>(10,000)</b>
Net movements in cash and cash equivalents		2,722	2,778	(3,672)	4,165	5,463
Cash and cash equivalents at the beginning of the period/year		7,095	9,419	13,459	8,061	8,061
Effects of exchange rate changes on cash and cash equivalents		11	(5)	41	(34)	(65)
<b>Cash and cash equivalents at the end of the period/year</b>		<b>9,828</b>	<b>12,192</b>	<b>9,828</b>	<b>12,192</b>	<b>13,459</b>

The notes on pages 13 to 17 are an integral part of these condensed consolidated interim financial statements.

## Notes to the Condensed Consolidated Interim Financial Statements

### 1 REPORTING ENTITY

Raketech Group Holding P.L.C is a public limited company incorporated in Malta, having company registration number C77421. The condensed consolidated interim financial statements include the financial statements of Raketech Group Holding P.L.C and its subsidiaries, (together, the "Group").

Raketech Group Holding Limited was incorporated on 29 September 2016 under the terms of the Maltese Companies Act (Cap. 386). Subsequently, on 13 February 2018, the Company changed its legal status from a private limited company to a public limited company, and as a result, changed its name to Raketech Group Holding P.L.C.

### 2 ACCOUNTING POLICIES AND BASIS OF PREPARATION

Raketech prepares its financial statements in accordance with the International Financial Reporting Standards (IFRS) as approved by the European Union. These condensed consolidated interim financial statements are prepared in accordance with IAS 34, Interim Financial Reporting, and under the historical expense convention, as modified by the fair valuation of financial liabilities measured at fair value through profit and loss. The principal accounting policies applied in the preparation of the Group's condensed consolidated interim financial statements are consistent with those presented in the Annual Report for the year ended 31 December 2023.

Other than the earnings per share before and after dilution which are expressed in Euro (EUR), all other amounts are expressed in thousand Euro (EUR) or as otherwise indicated. Amounts or figures in parenthesis indicate comparative figures for the corresponding period last year. The 2023 Annual Report is available on Raketech's website.

#### *2.1 New and amended standards adopted by the Group and changes in IFRS not yet applied*

The new and amended standards issued by IASB effective from 2024, were not deemed to have a significant impact on Raketech's financial statements.

#### *2.2 Critical accounting estimates – impairment assessment*

IFRS requires management to undertake an annual test for impairment of intangible assets with an indefinite useful life. Impairment testing is an area involving management judgement. It requires assessments as to whether the carrying value of assets can be supported by the net present value of future cash flows derived from such assets using cash flow projections that have been discounted at an appropriate rate. In calculating the net present value of the future cash flows, certain estimates are required to be made in respect of highly uncertain matters, including management's expectation of growth in revenues, particularly for US assets which have not performed in line with expectations. As at 30 June 2024, the concentration of Casumba assets in unregulated markets amounting to 22% and the US assets amounting to 15% of the Group's total intangible assets, give rise to vulnerability to adverse developments that may occur in relation to these markets.

During the second quarter of 2024, an impairment testing indicated that the recoverable amount for the US assets was lower than the carrying amount. An impairment loss of EUR 10.5 million (nil) was recognised in the condensed consolidated interim income statement. The Group will continue to monitor these assets and carry out regular impairment testing.

Further, IFRS 9 also requires impairment considerations to be performed for trade receivables on an ongoing basis. Judgement in relation to this assessment is subjective. Continued assessments are being made by management on the adequacy of the loss allowance provision relating to the carrying amount of trade receivables.

More information on where critical judgements are generally applied and where estimation uncertainty exists can be found in the Annual Report 2023, note 3.

### 2.3 Critical accounting estimates – amounts committed on acquisition

Amounts committed on acquisition consist of contractual obligations resulting from the purchase of intangible assets from third parties. Some of the obligations have a predetermined value, while others include future payments of performance-based amounts. The latter are further referred to as contingent consideration. As at 30 June 2024, amounts committed on acquisition included contingent consideration and interest expense of EUR 4.3 million (EUR 41.2 million) and EUR 29.4 million (nil) as fixed consideration. The fair value is calculated on the expected cash outflow for each purchase agreement. Estimates of future cash flow relating to these contingent considerations are inherently uncertain and are made by management for each asset acquisition based on their knowledge of the industry historical performance and taking into account the economic environment at the time. Refer to changes during the year (note 7).

### 2.4 Critical accounting estimates – taxation

As the Group operates in different jurisdictions, tax compliance becomes more complex, and applicable tax regulations may be interpreted differently by the respective authorities. Management reviews its intra-group charging mechanisms on a regular basis, and the need for updated transfer pricing assessments is considered as the Group's cross-border activity continues to evolve.

### 2.5 Working capital deficiency

During the quarter, Raketech has operated with a positive operating cash inflow. As at 30 June 2024, the Group is in a net current liability position of EUR 9.6 million (EUR 15.3 million). During 2024, the Group continued to honour all of its existing obligations (including the settlement of earn-outs) and no amounts were deferred beyond the payment terms. Raketech has the option to defer a portion of the Casumba earnout until September 2026 and to partially settle this amount with shares in Raketech Group Holding P.L.C. Further, the Group expects to remedy this position by way of its projected quarterly positive cash generation, in combination with existing financing options. The Group has complied with the financial covenants of its credit facility during the reporting year.

## 3 REVENUES

The Group targets end-users and generates revenue by driving traffic through various channels to generate customer leads for its business partners. All revenue generated via acquisitions and through the different marketing methodologies is categorised as one revenue segment in line with internal management reporting.

The revenue for Raketech in the respective periods in 2024 and 2023 is further analysed as follows:

EUR thousands	<b>Apr-Jun 2024</b>	<b>Apr-Jun 2023</b>	<b>Change</b>	<b>Jan-Jun 2024</b>	<b>Jan-Jun 2023</b>	<b>Change</b>	<b>Jan-Dec 2023</b>
<b>Revenue</b>	<b>16,957</b>	<b>17,606</b>	<b>(3.7%)</b>	<b>35,921</b>	<b>33,393</b>	<b>7.6%</b>	<b>77,688</b>
Commissions	<b>13,166</b>	13,909	(5.3%)	<b>28,552</b>	25,920	10.2%	62,797
Flat fees	<b>2,648</b>	2,711	(2.3%)	<b>4,999</b>	5,046	(0.9%)	9,844
Betting tips and subscription income	<b>1,143</b>	986	15.9%	<b>2,370</b>	2,427	(2.4%)	5,047

## 4 INTANGIBLE ASSETS

Assets that have been identified as having a definite lifetime value are amortised between 3–5 years. For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash-generating units ('CGUs'). The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU. Management has concluded that the acquired assets are a single cash-generating unit for the purposes of IAS 36. This conclusion is based on the fact that there is interdependence of cash inflows and that the Group monitors and manages its operations as one business unit. For further detail, please refer to the Annual Report note 14.

EUR thousands	Websites and domains	Player databases	Other intellectual property	Technical platform	Software	Goodwill	Total
Cost at 1 January 2024	118,688	18,610	36,059	2,617	562	1,550	178,086
Additions (including adjustments arising as a result of a change in estimates - note 7)	(261)	(186)	(443)	-	-	-	(890)
Capitalised expenditure	-	-	-	357	-	-	357
Assets classified as held for sale	(2,102)	-	-	-	-	-	(2,102)
Exchange differences	472	35	-	-	-	7	514
<b>Cost as at 30 June 2024</b>	<b>116,797</b>	<b>18,459</b>	<b>35,616</b>	<b>2,974</b>	<b>562</b>	<b>1,557</b>	<b>175,965</b>
Accumulated amortisation and impairment 1 January 2024	(40)	(12,504)	(22,991)	(1,145)	(562)	(344)	(37,586)
Amortisation charge	-	(1,860)	(3,549)	(284)	-	-	(5,693)
Impairment charge	(9,551)	-	-	-	-	(927)	(10,478)
Exchange differences	-	(26)	-	-	-	-	(26)
<b>Amortisation and impairment as at 30 June 2024</b>	<b>(9,591)</b>	<b>(14,390)</b>	<b>(26,540)</b>	<b>(1,429)</b>	<b>(562)</b>	<b>(1,271)</b>	<b>(53,783)</b>
<b>Carrying amount as at 30 June 2024</b>	<b>107,206</b>	<b>4,069</b>	<b>9,076</b>	<b>1,545</b>	<b>-</b>	<b>286</b>	<b>122,182</b>
Carrying amount as at 30 June 2023	117,713	7,343	15,218	1,379	-	1,210	142,863

As already disclosed in note 2, during the second quarter of 2024, an impairment testing indicated that the recoverable amount for the US assets was lower than the carrying amount. An impairment loss of EUR 10.5 million was recognised in the condensed consolidated interim income statement. The assessment included cash flows projections reflecting actual income over current period, expected cash flows going forward, growth rate and a pre-tax discount rate, which is based on the Group's pre-tax weighted average cost of capital. Following the impairment review, the directors are satisfied that the judgements made are appropriate to the circumstances relevant to these assets and that the recoverable amount of the intangible assets exceeds the carrying amount.

## 5 DISCONTINUED OPERATIONS

On 5<sup>th</sup> July 2024, the Group announced that an agreement to divest its non-core US advisory business was reached. The total sale amounted to USD 2.25 million, partially settled upon signing of agreement with the remaining amount to be settled through an ongoing revenue share agreement.

The financial information is presented in accordance with IFRS 5, Non-Current Assets Held For Sale and Discontinued Operations.

Assets and liabilities of disposal group classified as held for sale.

Assets classified as held for sale	EUR in thousand
Intangible assets	2,102
<b>Total assets classified as held for sale</b>	<b>2,102</b>

Liabilities directly associated with assets classified as held for sale	EUR in thousand
Trade and other payables	896
<b>Total liabilities directly associated with assets classified as held for sale</b>	<b>896</b>

## 6 BORROWINGS

In July 2021, Raketech entered into an agreement with Avida Finans AB for a one-year revolving credit facility of EUR 15.0 million. During September 2023, discussions with Avida Finans AB were concluded and the Group's revolving credit facility of EUR 15.0 million was extended up until December 2024. The facility was reduced to EUR 10.0 million by the end of the quarter and will continue to be gradually reduced to EUR 5.0 million from July 2024 up until December 2024.

As of 30 June 2024, the utilised credit amounts to EUR 10.0 million (EUR 15.0 million). The contractual terms of the revolving credit facility with Avida Finans AB required Raketech Holding P.L.C to pledge its entire shareholding in Raketech Group Limited to the lender as collateral.

As of 4 June 2024, Raketech signed a EUR 5.0 million Revolving Credit Facility with Bank of Valletta. Interest rate is 4.5% over the variable internal bank rate, when utilised.

## 7 AMOUNTS COMMITTED ON ACQUISITION

Amounts committed on acquisitions consist of contractual obligations resulting from acquisitions of intangible assets from third parties. Some of the obligations have a predetermined value, while others include future payments of performance-based amounts. The latter are further referred to as contingent consideration. As at 30 June 2024, amounts committed on acquisition included contingent consideration and interest expense of EUR 4.3 million (EUR 41.2 million) and EUR 29.4 million (nil) as fixed consideration. This contingent consideration is measured at fair value and is included in Level 3 of the fair value hierarchy. The fair value is determined on the date of purchase and subsequently, at each reporting date, by calculating the expected cash outflow on each purchase agreement.

EUR thousands	Apr-Jun	Apr-Jun	Jan-Jun	Jan-Jun	Jan-Dec
	2024	2023	2024	2023	2023
Opening balance	<b>33,847</b>	38,529	<b>46,461</b>	28,981	28,981
Settlements/setoffs	-	(200)	<b>(12,905)</b>	(4,426)	(4,866)
Notional interest charge	<b>504</b>	610	<b>1,075</b>	1,102	2,734
Adjustments arising as a result of a change in fair value	<b>(610)</b>	2,219	<b>(890)</b>	15,501	19,611
<b>Closing balance</b>	<b>33,741</b>	41,158	<b>33,741</b>	41,158	46,461

The earn-out condition related to Infinileads S.L. of EUR 0.4 million was fully settled in October 2023.

The earn-out related to A.T.S. Consultants Inc's assets, which is denominated in USD, is capped up to a maximum of USD 15.0 million up until 31 December 2024. Management's best estimate of the total contingent consideration for these assets, amounted to nil (nil) net of payments amounting to nil (EUR 0.7 million) as of 30 June 2024.

The contingent earn-out condition relating to Casumba is uncapped, based on performance up until 31 July 2024. Management's best estimate of the contingent consideration amounted to EUR 2.7 million (EUR 40.7 million). The fixed



consideration amount to EUR 29.4 million (nil), net of payments amounting to EUR 12.9 million (EUR 2.8 million) as of 30 June 2024. EUR 12.9 million of the full estimated consideration is payable in instalments during 2024 and 2025. Raketech has the option to settle any remaining amounts up until 16 September 2026 at an interest cost. Raketech also has the option to partially settle the amount with shares in Raketech Group Holding P.L.C, estimated at 11,031,310 shares as at 30 June 2024. Management's best estimate of the interest expense amounted to EUR 1.6 million as at 30 June 2024.

The decrease in the A.T.S. Consultants earn-out in 2023 amounting to EUR 0.4 million was recognised in the condensed consolidated interim statement of comprehensive income as 'Revaluation of financial liabilities at fair value through profit or loss'. The remaining adjustments to contingent consideration have been recognised in the condensed consolidated interim statement of financial position according to management's best estimate. The change in estimates according to the table above is related to contingent consideration for Casumba.

The adjustment to reflect the total impact of discounting in the condensed consolidated interim statement of financial position, amounted to EUR 1.1 million (EUR 1.1 million) by the end of the quarter. Of the amounts recognised in the condensed consolidated interim statement of financial position at 30 June 2024, EUR 14.3 million (EUR 13.7 million) is considered to fall due for payment within less than 12 months from the end of the reporting year. The current debt will be mainly settled through expected cash generation during 2024.

## 8 RELATED PARTY TRANSACTIONS

In view of its shareholding structure, the Group has no ultimate controlling party. All companies forming part of the Group and other entities under common control are considered by the directors to be related parties.

The following transactions were carried out with related parties during the respective periods:

EUR thousands	<i>Apr-Jun</i> <b>2024</b>	<i>Apr-Jun</i> <b>2023</b>	<i>Jan-Jun</i> <b>2024</b>	<i>Jan-Jun</i> <b>2023</b>	<i>Jan-Dec</i> <b>2023</b>
<b>Revenue</b>	<b>69</b>	26	<b>107</b>	107	178
<b>Expenses</b>					
Compensation (including salaries, consultancy fees and recharges by a related entity) including fees to executive management and directors	<b>485</b>	384	<b>1,670</b>	757	1,973
<b>Amounts owed to related parties (including accruals)</b>	<b>33</b>	21	<b>33</b>	21	12
<b>Amounts owed by related parties</b>	<b>84</b>	31	<b>84</b>	31	40

In April 2023 Raketech terminated its agreement with Together Gaming Solutions P.L.C and stopped operating its online casino product Rapidi.com. The termination has no material financial impact for the Group.

## Condensed Interim Statement of Comprehensive Income – Parent Company

EUR thousands	<i>Apr-Jun</i>	<i>Apr-Jun</i>	<i>Jan-Jun</i>	<i>Jan-Jun</i>	<i>Jan-Dec</i>
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>	<b>2023</b>
Dividend income	-	-	-	-	6,650
Other income	<b>446</b>	-	<b>751</b>	-	551
<b>Total revenue</b>	<b>446</b>	-	<b>751</b>	-	<b>7,201</b>
Employee benefit expense	<b>(150)</b>	(160)	<b>(461)</b>	(313)	(909)
Other operating expenses	<b>(188)</b>	(237)	<b>(417)</b>	(479)	(818)
<b>Total operating expenses</b>	<b>(338)</b>	<b>(397)</b>	<b>(878)</b>	<b>(792)</b>	<b>(1,727)</b>
<b>Operating income/(loss)</b>	<b>108</b>	<b>(397)</b>	<b>(127)</b>	<b>(792)</b>	<b>5,474</b>
Finance income	<b>159</b>	-	<b>318</b>	-	638
Finance costs	<b>(275)</b>	(352)	<b>(559)</b>	(667)	(1,447)
<b>(Loss)/profit before tax</b>	<b>(8)</b>	<b>(748)</b>	<b>(368)</b>	<b>(1,459)</b>	<b>4,665</b>
Tax (expense)/credit	<b>(24)</b>	37	<b>2</b>	72	99
<b>(Loss)/profit for the period/year</b>	<b>(32)</b>	<b>(712)</b>	<b>(366)</b>	<b>(1,387)</b>	<b>4,764</b>
<b>total comprehensive expense</b>	<b>(32)</b>	<b>(712)</b>	<b>(366)</b>	<b>(1,387)</b>	<b>4,764</b>

## Condensed Interim Statement of Financial Position – Parent Company

EUR thousands	<b>Jun 2024</b>	<b>Jun 2023</b>	<b>Dec 2023</b>
<b>Assets</b>			
<b>Non - current assets</b>			
Investment in subsidiaries	12,363	12,363	12,363
Trade and other receivables	39,954	36,080	35,774
Loan receivable from a subsidiary	15,000	15,000	15,000
Deferred tax asset	7	103	203
<b>Total non-current assets</b>	<b>67,324</b>	<b>63,546</b>	<b>63,340</b>
<b>Current assets</b>			
Trade and other receivables	86	4,317	4,529
Cash and cash equivalents	63	61	64
<b>Total current assets</b>	<b>149</b>	<b>4,378</b>	<b>4,593</b>
<b>TOTAL ASSETS</b>	<b>67,473</b>	<b>67,924</b>	<b>67,933</b>
<b>Equity &amp; Liabilities</b>			
<b>Equity</b>			
Share capital	86	85	86
Share premium	51,168	50,803	51,168
Other reserves	366	93	222
Retained earnings/(accumulated losses)	5,236	(349)	5,802
<b>TOTAL EQUITY</b>	<b>56,856</b>	<b>50,632</b>	<b>57,278</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Deferred tax liability	-	257	-
<b>Total non-current liabilities</b>	<b>-</b>	<b>257</b>	<b>-</b>
<b>Current liabilities</b>			
Borrowings	9,943	14,792	9,834
Trade and other payables	443	254	590
Dividends payable	-	1,989	-
Current tax liabilities	231	-	231
<b>Total current liabilities</b>	<b>10,617</b>	<b>17,035</b>	<b>10,655</b>
<b>TOTAL LIABILITIES</b>	<b>10,617</b>	<b>17,292</b>	<b>10,655</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>67,473</b>	<b>67,924</b>	<b>67,933</b>

## Assurance

The Board of Directors and the CEO affirm that this report provides an accurate overview of the operations, financial position and performance of the Group and the Parent Company, and describes the significant risks and uncertainties faced by the Group.

Malta, 14 August 2024

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**JOHAN SVENSSON**

*CEO*

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**ULRIK BENGTSOON**

*Chairman of the Board*

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**ERIK SKARP**

*Board member*

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**CLARE BOYNTON**

*Board member*

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**MARINA ANDERSSON**

*Board member*

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**PATRICK JONKER**

*Board member*

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**JONATHAN MOSS**

*Board member*

### Presentation for investors, analysts and the media

CEO Johan Svensson and CFO Måns Svalborn will present the report and answer questions at 09.00 a.m. CEST on 14 August 2024. The presentation will be held in English.

In order to participate via webcast please use the link below. Via the webcast you are able to ask written questions.

<https://ir.financialhearings.com/raketech-q2-report-2024>

In order to participate via teleconference please register via the link below. After registration you will be provided phone numbers and a conference ID to access the conference. You can ask questions verbally via the teleconference.

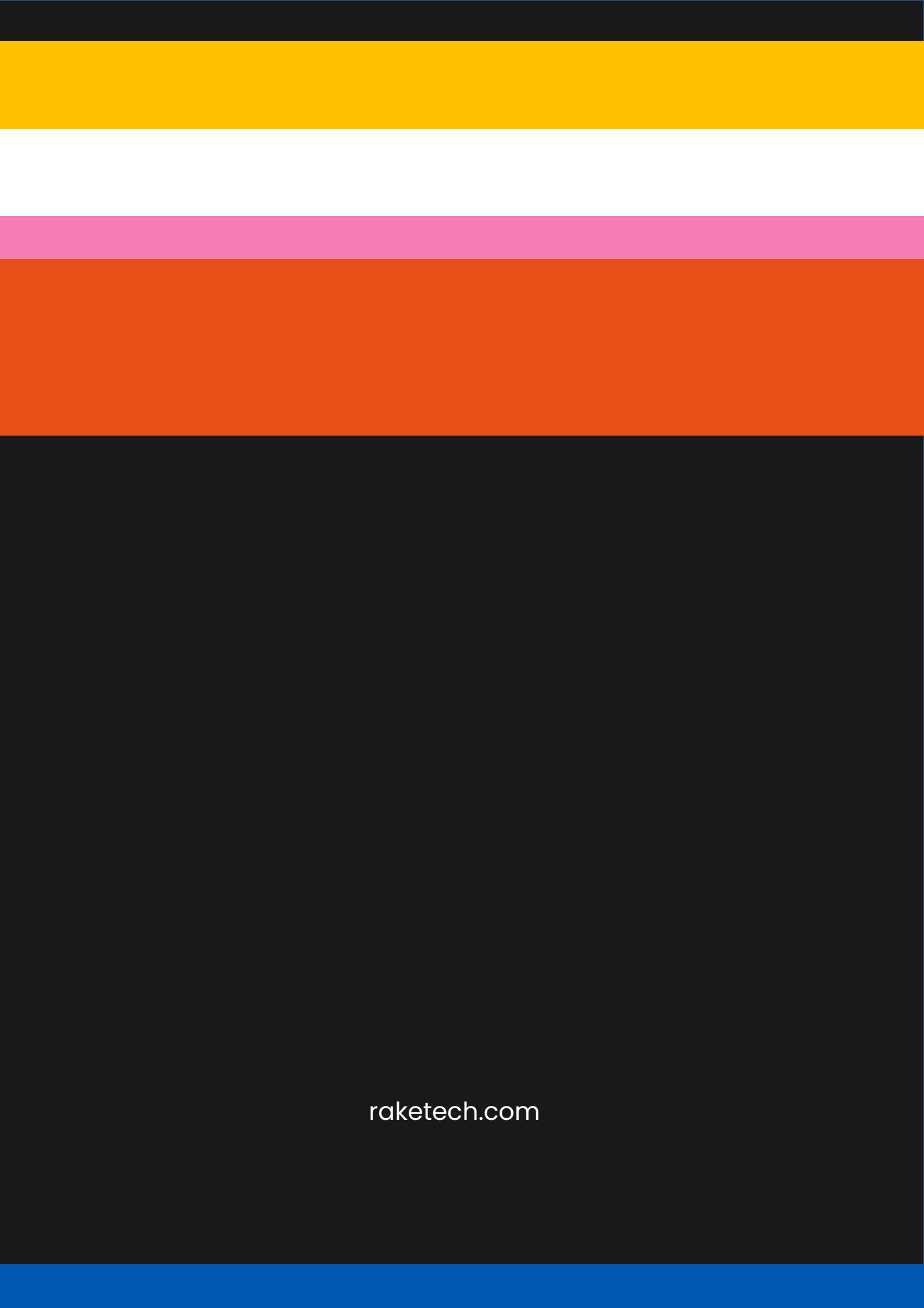
<https://conference.financialhearings.com/teleconference/?id=50049786>

This information is such that Raketech Group Holding P.L.C is required to publish under the EU Market Abuse Regulation. The information was submitted under the auspices of the above contact person for publication at 8.00 a.m. CEST on 14 August 2024.

## Definitions of Alternative Performance Metrics

Unless defined otherwise in this report, the terms below have the following definitions:

<b>ADJUSTED EBITDA</b>	EBITDA adjusted for non-recurring costs
<b>ADJUSTED EBITDA MARGIN</b>	Adjusted EBITDA as a percentage of total revenue for the period/year
<b>ADJUSTED OPERATING MARGIN</b>	Operating margin adjusted for non-recurring costs
<b>ADJUSTED OPERATING PROFIT</b>	Operating profit adjusted for non-recurring costs
<b>EBITDA</b>	Operating profit before depreciation, amortisation and impairment
<b>EBITDA MARGIN</b>	EBITDA as a percentage of revenue for the period/year
<b>FREE CASH FLOW</b>	Net movements in cash and cash equivalents excluding proceeds from issue of shares, dividend payments, new acquisitions and proceeds and repayments for borrowings.
<b>LTM</b>	Last twelve months
<b>NDC (NEW DEPOSITING CUSTOMER)</b>	A new customer placing a first deposit on a partners' website
<b>NET DEBT-TO-ADJUSTED EBITDA</b>	Net interest-bearing debt at the end of the period/year in relation to adjusted LTM EBITDA
<b>NET INTEREST-BEARING DEBT</b>	Interest-bearing debt at the end of the period/year, excluding earn-outs from acquisitions, minus cash and cash equivalents at the end of the period/year
<b>OPERATING MARGIN</b>	Operating profit as a percentage of revenue for the period/year
<b>OPERATING PROFIT</b>	Profit before financial items and taxes
<b>ORGANIC GROWTH</b>	Revenue growth rate excluding portfolios and products that have been acquired in the past 12 months. Organic growth includes the growth in existing portfolios and products.
<b>REVENUE GROWTH</b>	Increase in revenue compared to the previous accounting period/year as a percentage of revenue in the previous accounting period/year
<b>TRAFFIC</b>	Relates to the number of visitors/users of Raketech's assets



[raketech.com](https://raketech.com)