

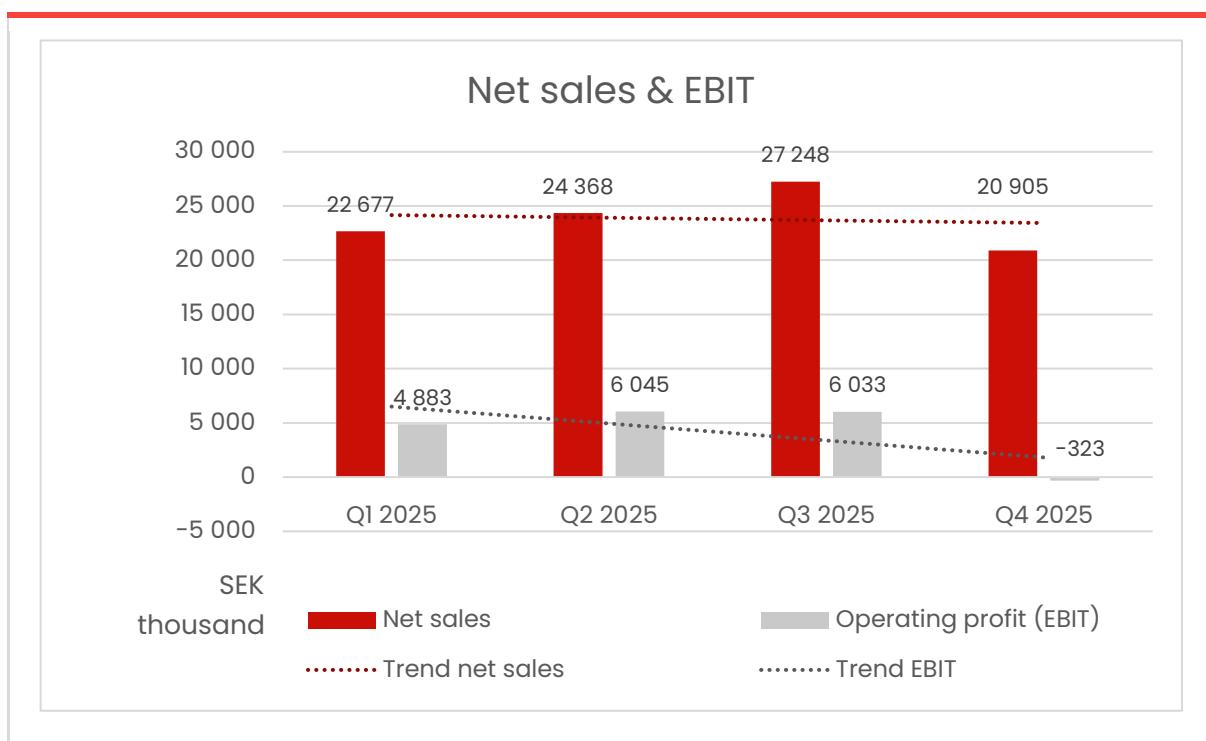


# Year-End Report

Fourth quarter 2025

Envar Holding AB

## Financial highlights | Q4 2025



### FINANCIAL OVERVIEW

SEK thousand	Q4 2025	Q3 2025	Q2 2025	Q1 2025	Q4 2024
Net sales	20,905	27,248	24,368	22,677	23,689
EBITDA	-74	6,240	6,222	5,061	9,208
EBITDA margin (%)	-0.35	22.90	25.53	22.32	38.87
Operating profit (EBIT)	-323	6,033	6,045	4,883	9,004
EBIT margin (%)	-1.55	22.14	24.81	21.53	38.01
Sales growth (%)	-11.75	22.78	50.75	104.94	18.53
Equity ratio (%)	83.42	83.32	83.19	85.09	82.12
Earnings per share, basic (SEK)	-0.04	0.37	0.38	0.26	0.71
Earnings per share, diluted (SEK)	-0.03	0.35	0.37	0.25	0.70
Average number of shares, basic*	12,500,000	12,500,000	12,500,000	12,500,000	10,833,333
Average number of shares, diluted*	13,014,780	13,014,780	13,014,780	13,014,780	11,176,520
Number of shares at balance sheet date*	12,500,000	12,500,000	12,500,000	12,500,000	12,500,000

\*A 20,000:1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.  
For definitions of key performance indicators go to page 22 in the report.

# Interim report

## Fourth quarter | October – December 2025

- Net sales amounted to 20,905 thousand SEK (23,689), a decrease of 11.75% compared with the same period last year.
- Operating profit before depreciation (EBITDA) totaled SEK -74 thousand (9,208) representing an operating margin of -0.35 percent (38.87) before depreciation.
- Operating profit (EBIT) totaled SEK -323 thousand (9,004) representing an operating margin of -1.55 percent (38.01).
- Earnings per share, basic, amounted to SEK -0.04 (0.71) and diluted to SEK -0.03 (0.70). A 20,000-for-1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
- Cash and cash equivalents totaled SEK 48,960 thousand (61,383). Cash flow from operating activities amounted to SEK 8,440 thousand (12,723).
- Net cash totaled SEK 48,960 thousand. The Company has no interest-bearing liabilities.

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

## Full Year | January – December 2025

- Net sales amounted to SEK 95,197 thousand (73,110), an increase of 30.21 percent compared to the same period last year.
- Operating profit before depreciation (EBITDA) totaled SEK 17,450 thousand (14,156), representing an operating margin of 18.33 percent (19.36) before depreciation.
- Operating profit (EBIT) totaled SEK 16,638 thousand (13,340), representing an operating margin of 17.48 percent (18.25).
- Earnings per share, basic, amounted to SEK 0.98 (4.07) and diluted to SEK 0.94 (3.95). A 20,000-for-1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024.
- Cash and cash equivalents totaled SEK 48,960 thousand (61,383). Cash flow from operating activities amounted to SEK 12,519 thousand (18,311).
- Net cash totaled SEK 48,960 thousand. The Company has no interest-bearing liabilities.

## Comments on the fourth quarter of 2025

During the end of the fourth quarter, Envar's major customers focused on planning activities, which resulted in a lower order volume mainly in December. This explains the relatively lower revenue and profitability for the quarter in isolation. Given the nature of Envar's operations, fluctuations in orders are considered normal, as different customer projects start and finish at varying intervals. Compared with the same period last year, net sales decreased by 2,784 KSEK to 20,905 KSEK, corresponding to a decrease of 11.75%.

The operating result (EBIT) amounted to -323 KSEK for the quarter, which is a decrease of 9,327 KSEK compared with the same period last year. The decrease in EBIT is mainly connected to the decline in turnover at the end of the quarter, while the company has recruited several senior resources to further enhance delivery quality and to prepare for the next growth phase. Envar has also continued to incur significant costs for marketing connected to the upcoming game release, Witchspire. In accordance with applicable accounting principles, these marketing expenses cannot be capitalized and therefore have impact on the results, primarily during the fourth quarter. A further contributing factor to the lower EBIT is that Envar has incurred substantial costs for both hardware and software to enhance IT security and monitoring – investments that were also made during the third quarter.

## COMMENT FROM THE CEO

### Record Revenue and Profit, Combined with Continued High Investment Levels, Summarize an Eventful 2025

After an intense year, we are especially pleased to present record-high revenue and record-high profit in Envar's history. This achievement comes despite the company undertaking major organizational investments to prepare Envar for continued profitable growth and a broader commercial offering. I am proud to present Envar's year-end report for 2025.

### Envar sharpens the offer and invests for stability and growth

Heading into 2026, Envar stands strong with a broader range of services, greater customer diversification, and an expanded sales and quality leadership function. Our continued solid profitability has given us the confidence to invest in areas that build long-term value – including the recruitment of several senior resources to strengthen delivery quality, as well as substantial investments in both hardware and software to enhance IT security and monitoring. The majority of these financial investments have been made since mid-year, with accelerated activity during the fourth quarter. These efforts have had an impact on the results for the latter half of the year but are well justified as they position the Group for its next stage of development.

#### Envar Entertainment

Our outsourcing business continued to experience strong growth and profitability in 2025, with annual net revenue reaching 95.2 MSEK, corresponding to 30.21% revenue growth compared with the previous year and an EBITDA margin of 18.33%. Over the year we were also pleased to announce three record-breaking orders from leading players within the Battle Royal and Multiplayer Online Battle Arena categories.

As more game studios discover the advantages of flexible, consulting-based talent to scale production and access specialized expertise, demand for Envar's offering continues to increase. The consulting model is also used as a stabilization strategy among studios facing project volatility, large layoffs, or recruitment challenges. During the second half of 2025, Envar increased its investments in roles within project management, enabling the company to take on more and larger customer assignments, as well as roles within business development and financial management.

Throughout the year, Envar actively participated in international gaming and industry events to strengthen brand recognition, forge new partnerships, and accelerate sales efforts. Through direct engagement with customers and partners, Envar reinforces its position as a leading outsourcing provider and simultaneously unlocks new business opportunities.



### **Envar Games**

The single most significant event of the year was the official announcement of Envar Games' debut title *Witchspire*, bringing a world of magic into the survival-crafting adventure genre. The announcement took place during Future Games Show at Gamescom, where *Witchspire* was selected as a standout title among the presented games and received the honour of being featured with a world premiere – highlighting both major and emerging game developers.

In December, a gameplay teaser for *Witchspire* was released, offering an impression of the visual style and gameplay experience. The reception was overwhelmingly positive. The team continues to grow the game's community, and play-test sign-ups have been opened on Steam, giving players the opportunity to try a smaller portion of the game early and provide feedback to the developers. The development team is on track to finalize a playable demo, scheduled for release during Steam Next Fest, taking place from February 23 to March 2. The overall development continues according to plan, with an Early Access release expected at the end of Q2 2026.

Thank you for your continued interest and support.

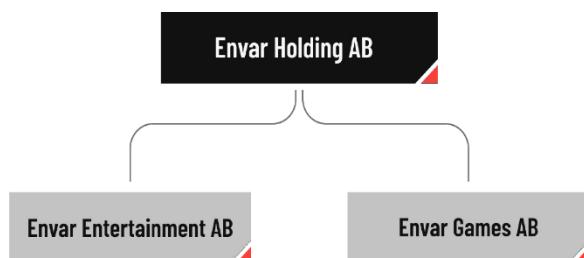
Yours sincerely,

Atey Ghilan  
CEO, Envar Holding AB

## About Envar Holding

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

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



### Envar Entertainment

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

### Envar Games

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

## History

### 2020

Envar Entertainment is founded by Atey Ghailan in Stockholm

### 2021

Revenue: SEK 20,225 thousand  
EBIT: SEK 10,435 thousand

### 2022

Number of co-workers reaches 60  
Atey Ghailan establishes game development activities  
Revenue: SEK 54,944 thousand  
EBIT: SEK 20,689 thousand

### 2023

Envar Games is established to separate the Group's two business areas  
Investment in game development increased via cash flows from Envar Entertainment  
Revenue: SEK 75,214 thousand  
EBIT: SEK 2,030 thousand

### 2024

130 co-workers in more than 20 countries  
Listed on Nasdaq First North Growth Market  
Revenue: SEK 87,204 thousand  
EBIT: SEK 13,340 thousand

### 2025

160 co-workers in more than 20 countries  
Envar Games announces its debut title *Witchspire*, bringing a world of magic to the survival-crafting adventure genre.  
Revenue: SEK 95 197 thousand  
EBIT: SEK 16,638 thousand

## SIGNIFICANT EVENTS DURING THE QUARTER

- In October, Envar Holding AB published a press release regarding a record-breaking order from a client who is a globally leading player in the Battle Royale category and has collaborated with Envar since 2024. The new agreement extends over 12 months, starting on 1 October 2025, and has an estimated order value of approximately SEK 23 million. This is the largest single order in the company's history.
- In December, Envar Games published a press release regarding the first gameplay teaser ever released in Envar's history, for the company's internally developed game *Witchspire*.
- Also in December, Envar Games announced that *Witchspire* had surpassed 100,000 wishlists on Steam — a very positive indicator of market interest in the internally developed game. A wishlist on Steam signals player interest and ensures that players receive a notification when the game is released in Q2 2026.

## SIGNIFICANT EVENTS AFTER THE QUARTER

- Envar has set the date for the Annual General Meeting, which will take place on 11 May 2026. The company's annual report will be available on 13 April 2026 on the company's website under Investor Relations.
- The Board of Directors proposes that no dividend be paid for the financial year 2025, a decision based on the Group's continued investments in growth.

## MATERIAL RISKS AND UNCERTAINTIES

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

The risks identified include the Group's dependence on certain key customers and the need to attract the right talent to maintain the company's growth and profitability. In the game development industry, where Envar operates, there is a risk that the market will not receive the company's game developments as expected. At present, the risks are considered limited, but company management continuously monitors market developments. When long-term customer contracts are signed, there is a potential risk that projected direct costs may become higher than expected. Careful project monitoring helps minimize these risks.

The Group invoices customers primarily in USD, while part of the cost base is in SEK, which exposes the Group to currency risk that may affect profit and cash flow.

## EMPLOYEES AND ORGANIZATION

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

Number of employees at the end of the period	Total, Group
<b>Number of employees Q4 2025</b>	<b>39</b>
Number of employees Q4 2024	24
<b>Number of consultants Q4 2025</b>	<b>106</b>
Number of consultants Q4 2024	109

## NUMBER OF SHARES

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

	Q4 2025	Q4 2024	FULL YEAR 2025	FULL YEAR 2024
Average number of shares, basic	12,500,000	10,833 333	12,500,000	2,708,708
Average number of shares, diluted	13,014,780	11,176,520	13,014,780	2,794,505

## FINANCIAL POSITION | GROUP

### SALES, EXPENSES AND OPERATING PROFIT

#### FOURTH QUARTER | OCTOBER – DECEMBER

Net sales totaled SEK 27,248 thousand (22,192), representing a decrease from the same period last year.

Research and development expenses during the period totaled SEK 5,900 thousand (3,946). Game development costs are capitalized on an ongoing basis over the quarter. The costs capitalized are, on prudential grounds, mainly those linked to direct salary and consultancy fees for the in-house developed game.

The operating result (EBIT) amounted to -323 KSEK for the quarter, which is a decrease of 9,327 KSEK compared with the same period last year. The decrease in EBIT is mainly connected to the decline in turnover at the end of the quarter, while the company has recruited several senior resources to further enhance delivery quality and to prepare for the next growth phase. Envar has also continued to incur significant costs for marketing connected to the upcoming game release, Witchspire. In accordance with applicable accounting principles, these marketing expenses cannot be capitalized and therefore have impact on the results, primarily during the fourth quarter. A further contributing factor to the lower EBIT is that Envar has incurred substantial costs for both hardware and software to enhance IT security and monitoring – investments that were also made during the third quarter.

## **FULL YEAR | JANUARY – DECEMBER**

Net sales totaled SEK 95,197 thousand (73,110), representing growth of 30.21 percent from the same period last year.

Research and development expenses during the period totaled SEK 21,126 thousand (9,389). Game development costs are capitalized on an ongoing basis over the quarter. The costs capitalized are, on prudential grounds, mainly those linked to direct salary and consultancy fees for the in-house developed game.

Operating profit (EBIT) totaled SEK 16,638 thousand (13,340). Operating profit increased by SEK 3,298 thousand, compared to the same period last year. Envar make the assessment that there is a significantly increased focus on external development among several market players, which has driven higher sales and improved profitability. Since Envar has worked with several of its larger clients for an extended period, a high level of trust has been established, making clients more confident in assigning increasingly large projects to Envar. Another contributing factor to the increased revenue that resulted in stronger operating profit has been the company's participation in several international gaming events.

## **CASH FLOW, INVESTMENTS AND FINANCIAL POSITION**

### **FOURTH QUARTER | OCTOBER – DECEMBER**

Cash flow from operating activities during the quarter totaled SEK 8,440 thousand (12,723). The Company's cash and cash equivalents totaled SEK 48,960 thousand (61,383).

During the quarter, investments affected cash flow in the amount of SEK -6,602 thousand (-3,946). These investments consisted for the most part of capitalization of costs incurred in in-house game development.

Cash flow from financing activities was SEK 0 thousand (44,713).

### **FULL YEAR | JANUARY – DECEMBER**

Cash flow from operating activities during the period totaled SEK 12,519 thousand (18,311). The Company's cash and cash equivalents totaled SEK 48,960 thousand (61,383).

During the period, investments affected cash flow in the amount of SEK -23,060 thousand (-9,389). These investments consisted for the most part of capitalization of costs incurred in in-house game development.

Cash flow from financing activities was SEK 0 thousand (45,891).

## CONSOLIDATED INCOME STATEMENT

SEK thousand	NOTE	OKT 2025- DEC 2025	OKT 2024- DEC 2024	FULL YEAR 2025	FULL YEAR 2024
Net sales		20,905	23,689	95,197	73,110
Research and development expenses		5,900	3,946	21,126	9,389
Other operating income		2,418	2,972	9,050	4,705
<b>Total revenue</b>		<b>29,223</b>	<b>30,607</b>	<b>125,373</b>	<b>87,204</b>
<b>Operating expenses</b>					
Raw materials and consumables		-13,004	-10,661	-52,785	-32,489
Other external costs		-6,927	-5,105	-23,119	-15,087
Personnel costs		-8,900	-5,200	-29,710	-23,674
Depreciation and amortization		-248	-204	-811	-816
Other operating expenses		-467	-433	-2,310	-1,798
<b>Operating profit/loss</b>		<b>-323</b>	<b>9,004</b>	<b>16,638</b>	<b>13,340</b>
<b>Net financial items</b>					
Financial income	8	663	-2	893	35
Financial expenses	9	-869	-623	-2,152	-745
<b>Profit/loss after financial items</b>		<b>-529</b>	<b>8,379</b>	<b>15,379</b>	<b>12,630</b>
Tax on profit for the period	10	82	-694	-3,142	-1,594
<b>Profit/loss for the period</b>		<b>-447</b>	<b>7,685</b>	<b>12,237</b>	<b>11,036</b>

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

KSEK Thousand	NOTE	OKT 2025- DEC 2025	OKT 2024- DEC 2024	FULL YEAR 2025	FULL YEAR 2024
Profit/loss for the period		-447	7,685	12,237	11,036
<b>Profit/loss for the period</b>		<b>-447</b>	<b>7,685</b>	<b>12,237</b>	<b>11,036</b>

## CONSOLIDATED BALANCE SHEET

SEK thousand	NOTE	31/12/2025	31/12/2024
<b>ASSETS</b>			
<b>Non-current assets</b>			
Intangible non-current assets	2	38,365	17,239
Property, plant and equipment	3	2,738	1,616
Financial non-current assets	4	2,000	2,000
<b>Total non-current assets</b>		<b>43,103</b>	<b>20,855</b>
<b>Current assets</b>			
Trade receivables		8,692	7,073
Current tax assets		-	14
Other receivables		356	49
Revenue earned but not invoiced		1,403	1,471
Prepaid expenses and accrued income		5,103	3,579
<b>Total current assets</b>		<b>15,554</b>	<b>12,186</b>
<b>Cash and cash equivalents</b>		<b>48,960</b>	<b>61,383</b>
<b>TOTAL ASSETS</b>		<b>107,617</b>	<b>94,424</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>		<b>89,778</b>	<b>77,542</b>
<b>Non-current liabilities</b>			
Deferred tax liability	6	1,590	1,698
Other liabilities	7	1,198	1,198
<b>Total non-current liabilities</b>		<b>2,788</b>	<b>2,896</b>
<b>Current liabilities</b>			
Accounts payable		4,452	7,639
Current tax liabilities		3,846	1,608
Other liabilities		1,852	1,116
Accrued expenses and prepaid income		4,901	3,623
<b>Current liabilities</b>		<b>15,051</b>	<b>13,986</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>107,617</b>	<b>94,424</b>

## KEY PERFORMANCE INDICATORS – GROUP

SEK thousand	OKT 2025–	OKT 2024–	FULL YEAR	FULL YEAR
	DEC 2025	DEC 2024	2025	2024
Net sales	20,905	23,689	95,197	73,110
EBITDA	-74	9,208	17,450	14,156
EBITDA margin (%)	-0.35	38.87	18.33	19.36
Operating profit (EBIT)	-323	9,004	16,638	13,340
EBIT margin (%)	-1.55	38.01	17.48	18.25
Sales growth (%)	-11.75	18.53	30.21	12.06
Equity ratio (%)	83.42	8.12	83.42	82.12
Earnings per share, basic SEK	-0.04	0.71	0.98	4.07
Earnings per share, basic SEK	-0.03	0.70	0.94	3.95
Average number of shares, basic*	12,500,000	10,833,333	12,500,000	2,708,708
Average number of shares, diluted*	13,014,780	11,176,520	13,014,780	2,794,520
Number of shares at balance sheet date*	12,500,000	12,500,000	12,500,000	12,500,000

\*A 20,000:1 share split and a quota value issue of 2,500,000 shares were registered in the fourth quarter of 2024. For definitions of key performance indicators go to page 22 in the report.

## STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

SEK thousand	Share capital	Other contributed capital	Retained earnings incl. profit/loss for the year*	Equity attributable to shareholders in Parent Company	Total Equity
<b>Opening Equity 01/10/2024</b>	<b>50</b>	<b>105</b>	<b>24,989</b>	<b>25,144</b>	<b>25,144</b>
New share issue and warrants	125	50,173		50,299	50,299
Costs associated to issue of shares		-5,481		-5,481	-5,481
Repurchase of warrants		-105		-105	-105
Bonus share issue	450		-450	-	-
Profit/loss for the period			7,685	7,685	7,685
<b>Equity 31/12/2024</b>	<b>625</b>	<b>44,692</b>	<b>32,225</b>	<b>77,542</b>	<b>77,542</b>
<b>Opening Equity 01/01/2024</b>	<b>50</b>	<b>125</b>	<b>21,639</b>	<b>21,813</b>	<b>21,813</b>
New share issue and warrants	125	50,191		50,317	50,317
Costs associated to issue of shares		-5,481		-5,481	-5,481
Repurchase of warrants		-143		-143	-143
Bonus share issue	450		-450	-	-
Profit/loss for the period			11,036	11,036	11,036
<b>Equity 31/12/2024</b>	<b>625</b>	<b>44,692</b>	<b>32,225</b>	<b>77,542</b>	<b>77,542</b>
<b>Opening Equity 01/10/2025</b>	<b>625</b>	<b>44,692</b>	<b>44,909</b>	<b>90,226</b>	<b>90,226</b>
Profit/loss for the period			-447	-447	-447
<b>Equity 31/12/2025</b>	<b>625</b>	<b>44,692</b>	<b>44,461</b>	<b>89,778</b>	<b>89,778</b>
<b>Opening Equity 01/01/2025</b>	<b>625</b>	<b>44,692</b>	<b>32,225</b>	<b>77,542</b>	<b>77,542</b>
Profit/loss for the period			12,237	12,237	12,237
<b>Equity 31/12/2025</b>	<b>625</b>	<b>44,692</b>	<b>44,461</b>	<b>89,778</b>	<b>89,778</b>

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

## CONSOLIDATED STATEMENT OF CASH FLOWS

SEK thousand	OKT 2025– DEC 2025	OKT 2024– DEC 2024	FULL YEAR 2025	FULL YEAR 2024
<b>Operating activities</b>				
Operating profit/loss	-323	9,004	16,638	13,340
Adjustments for non-cash items	373	-536	1,087	179
Interest received	663	-2	893	35
Interest paid	-258	-726	-270	-744
Income tax paid	-814	-3,088	-998	-1,752
<b>Cash flow from operating activities before changes in working capital</b>	<b>-359</b>	<b>4,652</b>	<b>17,350</b>	<b>11,058</b>
Change in trade receivables	-3,790	466	-2,253	-717
Change in current trade receivables	11,605	-71	-1,762	-239
Change in trade payables	-612	4,314	-2,830	3,357
Change in current liabilities	1,596	3,362	2,014	4,852
<b>Cash flow from operating activities</b>	<b>8,440</b>	<b>12,723</b>	<b>12,519</b>	<b>18,311</b>
<b>Investing activities</b>				
Acquisitions of intangible non-current assets	-5,900	-3,946	-21,126	-9,389
Acquisitions of property, plant and equipment	-702	-	-1,934	-
<b>Cash flow from investing activities</b>	<b>-6,602</b>	<b>-3,946</b>	<b>-23,060</b>	<b>-9,389</b>
<b>Financing activities</b>				
New share issue during the year	-	44,835	-	44,835
Repayment of warrants	-	-122	-	-142
Loans raised	-	-	-	1,198
<b>Cash flow from financing activities</b>	<b>-</b>	<b>44,713</b>	<b>-</b>	<b>45,891</b>
<b>CASH FLOW FOR THE PERIOD</b>	<b>1,838</b>	<b>53,490</b>	<b>-10,541</b>	<b>54,813</b>
Cash and cash equivalents at the beginning of the period	47,734	7,474	61,383	6,254
Exchange rate difference in cash and cash equivalents	-612	419	-1,882	316
<b>Cash and cash equivalents at the end of the period</b>	<b>48,960</b>	<b>61,383</b>	<b>48,960</b>	<b>61,383</b>

## PARENT COMPANY INCOME STATEMENT

SEK thousand	NOTE	OKT 2025– DEC 2025	OKT 2024– DEC 2024	FULL YEAR 2025	FULL YEAR 2024
Net sales		–	–	–	–
Other operating income		–	–	–	–
<b>Total revenue</b>		–	–	–	–
<b>Operating expenses</b>					
Other external costs		–291	109	–1,025	–92
Other operating expenses		–	–	–	–
<b>Operating profit/loss</b>		<b>–291</b>	<b>109</b>	<b>–1,025</b>	<b>–92</b>
<b>Net financial items</b>					
Interest income and similar items	8	405	–	633	–
Interest expense and similar items	9	–	–717	–0	–717
<b>Profit/loss after financial items</b>		<b>114</b>	<b>–608</b>	<b>–392</b>	<b>–809</b>
Group contribution		–	6,290	392	6,290
Tax on profit for the period	10	–	–	–	–
<b>Profit/loss for the period</b>		<b>506</b>	<b>5,682</b>	<b>0</b>	<b>5,481</b>

## PARENT COMPANY STATEMENT OF COMPREHENSIVE INCOME

SEK thousand	NOTE	OKT 2025– DEC 2025	OKT 2024– DEC 2024	FULL YEAR 2025	FULL YEAR 2024
Profit/loss for the period		–135	–506	–201	5,481
<b>Profit/loss for the period</b>		<b>–135</b>	<b>–506</b>	<b>–201</b>	<b>5,481</b>

## PARENT COMPANY BALANCE SHEET

SEK thousand	NOTE	31/12/2025	31/12/2024
<b>ASSETS</b>			
<b>Financial non-current assets</b>			
Shares in Group companies	5	3,493	3,493
<b>Total non-current assets</b>		<b>3,493</b>	<b>3,493</b>
<b>Current assets</b>			
Receivables from Group companies		23,587	5,197
Other receivables		-	-
Prepaid expenses and accrued income		455	45
<b>Total current assets</b>		<b>24,042</b>	<b>5,242</b>
<b>Cash and cash equivalents</b>		<b>26,241</b>	<b>46,890</b>
<b>TOTAL ASSETS</b>		<b>53,776</b>	<b>55,625</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>		<b>53,773</b>	<b>53,773</b>
<b>Current liabilities</b>			
Accounts payable		-	1,852
Liabilities to Group companies		-	-
Other liabilities		3	-
<b>Current liabilities</b>		<b>3</b>	<b>1,852</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>53,776</b>	<b>55,625</b>

## STATEMENT OF CHANGES IN EQUITY IN PARENT COMPANY

SEK thousand	Share capital	Other contributed capital	Retained earnings incl. profit for the year	Equity attributable to shareholders in Parent Company	Total Equity
<b>Opening Equity 01/10/2024</b>	<b>50</b>	–	<b>3,224</b>	<b>3,274</b>	<b>3,274</b>
New share issue / Warrants	125	50,173		50,298	50,298
Costs associated to issue of shares		–5,481		–5,481	–5,481
Increase in share capital	450		–450	–	–
Profit/loss for the period			5,682	5,682	5,682
<b>Equity 31/12/2024</b>	<b>625</b>	<b>44,692</b>	<b>8,456</b>	<b>53,773</b>	<b>53,773</b>
<b>Opening Equity 01/01/2024</b>	<b>50</b>	–	<b>3,425</b>	<b>3,475</b>	<b>3,475</b>
New share issue / Warrants	125	50,173		50,298	50,298
Costs associated to issue of shares		–5,481		–5,481	–5,481
Increase in share capital	450		–450	–	–
Profit/loss for the period			5,481	5,481	5,481
<b>Equity 31/12/2024</b>	<b>625</b>	<b>44,692</b>	<b>8,456</b>	<b>53,773</b>	<b>53,773</b>
<b>Opening Equity 01/10/2025</b>	<b>625</b>	<b>44,692</b>	<b>7,950</b>	<b>53,267</b>	<b>53,267</b>
Profit/loss for the period			506	506	506
<b>Equity 31/12/2025</b>	<b>625</b>	<b>44,692</b>	<b>8,456</b>	<b>53,773</b>	<b>53,773</b>
<b>Opening Equity 01/01/2025</b>	<b>625</b>	<b>44,692</b>	<b>8,456</b>	<b>53,773</b>	<b>53,773</b>
Profit/loss for the period			0	0	0
<b>Equity 31/12/2025</b>	<b>625</b>	<b>44,692</b>	<b>8,456</b>	<b>53,773</b>	<b>53,773</b>

## PARENT COMPANY STATEMENT OF CASH FLOWS

SEK thousand	OKT 2025– DEC 2025	OKT 2024– DEC 2024	FULL YEAR 2025	FULL YEAR 2024
<b>Operating activities</b>				
Operating profit/loss	-291	109	-1 025	-92
Adjustments for non-cash items	-	-	-	-
Interest received	404	-	632	
Interest paid	-	-717	-0	-717
<b>Cash flow from operating activities before changes in working capital</b>	<b>113</b>	<b>-608</b>	<b>-393</b>	<b>-809</b>
Change in current trade receivables	-6,850	-5,236	-18,407	-5,242
Change in trade payables	-1	1,852	-1,853	1,852
Change in current liabilities	3	-46	3	-46
<b>Cash flow from operating activities</b>	<b>-6,735</b>	<b>-4,038</b>	<b>-20,649</b>	<b>-4,245</b>
<b>Investing activities</b>				
Acquisitions of Group companies	-	-	-	-22
<b>Cash flow from investing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-22</b>
<b>Financing activities</b>				
New share issue	-	44,817	-	44,817
Group contribution	-	6,290	-	6,290
Loans raised by Group companies	-	890	-	1,072
Repayment of loans to Group companies	-	-1,093	-	-1,093
<b>Cash flow from financing activities</b>	<b>-</b>	<b>50,904</b>	<b>-</b>	<b>-</b>
<b>CASH FLOW FOR THE PERIOD</b>	<b>-6,735</b>	<b>46,866</b>	<b>-20,649</b>	<b>46,819</b>
Cash and cash equivalents at the beginning of the period	32,975	71	46,890	71
<b>Cash and cash equivalents at the end of the period</b>	<b>26,240</b>	<b>71</b>	<b>26,241</b>	<b>46,890</b>

## NOTES TO THE FINANCIAL STATEMENTS

### Note 1 Accounting policies

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

### PREPARATION OF THE COMPANY'S FINANCIAL STATEMENTS

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

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

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

### CONSOLIDATED ACCOUNTS

#### *Method of consolidation*

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

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

#### *Goodwill*

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

#### *Intra-Group transactions*

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

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

#### *Revenue recognition*

Sales of goods or services are recognized when material risks and rewards are transferred from the seller to the buyer in accordance with the terms of the sale. Sales are recorded net of VAT and discounts. Income from assignments on a current account basis is recognized as revenue as work is performed and materials are delivered or consumed.

#### *Interest income and dividends*

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

## **FINANCIAL INSTRUMENTS**

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

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

## **CLASSIFICATION**

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

#### *Shares and participations in subsidiaries*

Shares and participations in subsidiaries are recognized at cost, less any write-downs. The cost includes the purchase consideration paid for the shares and acquisition costs. Any capital contributions are added to the cost as they are made. Dividends from subsidiaries are recognized as revenue.

In the case of investments in subsidiaries, the value of the asset is assessed annually on the basis of the forecast earnings of the subsidiaries.

#### *Intangible non-current assets*

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

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

<i>Intangible non-current assets</i>	<i>Year</i>
Capitalized expenditure on development and similar work	5

*Property, plant and equipment*

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

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

<i>Property, plant and equipment</i>	<i>Year</i>
Expenditure on leasehold property	3
Machinery, computers and other technical equipment	3
Equipment, tools and installations	5

*Tax*

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

## **CASH AND CASH EQUIVALENTS**

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

## **SHARE CAPITAL**

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

## **CONTINGENT LIABILITIES**

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

## EARNINGS PER SHARE

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

## STATEMENT OF CASH FLOWS

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

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

## DEFINITIONS OF KEY PERFORMANCE INDICATORS

### **Net sales**

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

### **EBITDA\***

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

### **EBITDA margin, (%)\***

Operating profit before depreciation, amortization and impairment losses, as a percentage of net sales.

### **Operating profit (EBIT)\***

Profit before financial income and expenses, and before extraordinary income and expenses.

### **EBIT margin (%)\***

Operating profit as a percentage of net sales.

### **Sales growth (%)\***

Change in net sales for the period in relation to the comparison period, expressed as a percentage

### **Equity ratio (%)\***

Equity as a percentage of total assets.

### **Net cash\***

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

### **Earnings per share, SEK**

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

### **Number of shares**

The number of shares in the Company

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

## Note 2 Intangible non-current assets

GROUP	Q4 31/12/2025	Q4 31/12/2024	FULL YEAR 31/12/2025	FULL YEAR 31/12/2024
<b>Capitalized development expenditure</b>				
<i>Accumulated cost</i>				
At beginning of period	32,465	13,293	17,239	7,851
In-house developed assets	5,900	3,946	21,126	9,388
<b>At end of period</b>	<b>38,365</b>	<b>17,239</b>	<b>38,365</b>	<b>17,239</b>
<i>Accumulated amortization</i>				
At beginning of period	-	-	-	-
Amortization for the year	-	-	-	-
<b>At end of period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<b>38,365</b>	<b>17,239</b>	<b>38,365</b>	<b>17,239</b>

## Note 3 Property, plant and equipment

GROUP	Q4 31/12/2025	Q4 31/12/2024	FULL YEAR 31/12/2025	FULL YEAR 31/12/2024
<b>Expenditure on improvements to leasehold property</b>				
<i>Accumulated cost</i>				
At beginning of period	418	418	418	418
Purchases for the year	-	-	-	-
<b>At end of period</b>	<b>418</b>	<b>418</b>	<b>418</b>	<b>418</b>
<i>Accumulated depreciation</i>				
At beginning of period	-418	-372	-406	-267
Depreciation for the year	-	-34	-12	-139
<b>At end of period</b>	<b>-418</b>	<b>-406</b>	<b>-418</b>	<b>-406</b>
<b>Equipment, tools and installations</b>				
<i>Accumulated cost</i>				
At beginning of period	4,193	2,962	2,962	2,962
Purchases for the year	703	-	1,933	-
<b>At end of period</b>	<b>4,896</b>	<b>2,962</b>	<b>4,896</b>	<b>2,962</b>
<i>Accumulated depreciation</i>				
At beginning of period	-1,909	-1,188	-1,358	-681
Depreciation for the year	-248	-170	-799	-677
<b>At end of period</b>	<b>-2,157</b>	<b>-1,358</b>	<b>-2,157</b>	<b>-1,358</b>
	<b>2,738</b>	<b>1,616</b>	<b>2,738</b>	<b>1,616</b>

## Note 4 Financial non-current assets

GROUP	Q4 31/12/2025	Q4 31/12/2024	FULL YEAR 31/12/2025	FULL YEAR 31/12/2024
<b>Other long-term receivables</b>				
<i>Accumulated cost:</i>				
At beginning of period	2,000	2,000	2,000	2,000
Additional receivables	-	-	-	-
Claims settled	-	-	-	-
<b>At end of period</b>	<b>2,000</b>	<b>2,000</b>	<b>2,000</b>	<b>2,000</b>

## Note 5 Participations in Group companies

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

## Note 6 Deferred tax liability

GROUP	Q4 31/12/2025	Q4 31/12/2024	FULL YEAR 31/12/2025	FULL YEAR 31/12/2024
<i>Deferred tax liability on untaxed reserves</i>				
At beginning of period	1,590	1,698	1,698	1,698
Change for the year	-	-	-108	-
<b>At end of period</b>	<b>1,590</b>	<b>1,698</b>	<b>1,590</b>	<b>1,698</b>

## Note 7 Other long-term liabilities

GROUP	Q4	Q4	FULL YEAR	FULL YEAR
	31/12/2025	31/12/2024	31/12/2025	31/12/2024
Rent deposits	1,198	1,198	1,198	1,198
	<b>1,198</b>	<b>1,198</b>	<b>1,198</b>	<b>1,198</b>

## Note 8 Interest income and similar items

GROUP	OKT 2025-	OKT 2024-	FULL YEAR	FULL YEAR
	DEC 2025	DEC 2024	2025	2024
Foreign exchange gains, unrealized	257	-	257	-
Other interest income	406	-2	636	35
	<b>663</b>	<b>-2</b>	<b>893</b>	<b>35</b>

PARENT COMPANY	OKT 2025-	OKT 2024-	HELÅR	HELÅR
	DEC 2025	DEC 2024	2025	2024
Other interest income	405	-	633	-
	<b>405</b>	<b>-</b>	<b>633</b>	<b>-</b>

## Note 9 Interest expense and similar items

GROUP	OKT 2025-	OKT 2024-	FULL YEAR	FULL YEAR
	DEC 2025	DEC 2024	2025	2024
Exchange rate losses	-869	103	-2 140	-
Other interest costs	-	-9	-12	-28
Other financial costs	-	-717	-	-717
	<b>-869</b>	<b>-623</b>	<b>-2 152</b>	<b>-745</b>

PARENT COMPANY	OKT 2025-	OKT 2024-	FULL YEAR	FULL YEAR
	DEC 2025	DEC 2024	2025	2024
Other financial costs	-	-717	-0	-717
	<b>-</b>	<b>-717</b>	<b>-0</b>	<b>-717</b>

## Note 10 Tax on profit for the year

GROUP	PERCENT	OKT 2025– DEC 2025	OKT 2024– DEC 2024	FULL YEAR 2025	FULL YEAR 2024
Current tax	20,60%	82	-694	-3 251	-1 594
<b><i>Reconciliation of effective tax</i></b>					
Profit before tax		-529	8 379	15 379	12 630
Tax at the rate applicable to the Parent Company	20,60%	109	-1 726	-3 168	-2 602
Non-deductible expenses		15	-60	-41	-92
Non-taxable income		-	5	0	13
Non-deductible expenses not entered in the accounts		-	1 129	-	1 129
Standard interest rate on tax allocation reserve		-42	-42	-42	-42
Utilization of non-capitalized loss carryforwards		-	-	-	-
		<b>82</b>	<b>-694</b>	<b>-3 250</b>	<b>-1 594</b>

## Note 11 Transactions with related parties

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

## OTHER INFORMATION

### REVIEW

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

### COMMUNICATION LANGUAGE

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

### THE COMPANY'S OPERATIONS AND RISK FACTORS

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

### CERTIFIED ADVISER

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

### UPCOMING REPORT DATES

Annual report January–December 2025	April 13, 2026
Interim report January–March 2026	May 11, 2026
Interim report January–June 2026	August 11, 2026
Interim report January–September 2026	November 12, 2026

Stockholm February 16, 2026

**Atey Ghilan**

CEO

**Emil Daugaard**

Chair of the Board of Directors

**Ewelina Pettersson**

Member of the Board of Directors

**Amanda Bergerståhl**

Member of the Board of Directors

### FOR FURTHER INFORMATION, PLEASE CONTACT

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